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CONFORMED COPY

CREDIT NUMBER 4322-MOT

Financing Agreement

(Sustainable Tourism Development Project)

between

REPUBLIC OF MONTENEGRO

and

INTERNATIONAL DEVELOPMENT ASSOCIATION

Dated August 28, 2007

CREDIT NUMBER 4322-MOT

FINANCING AGREEMENT

AGREEMENT dated August 28, 2007, entered into between REPUBLIC OF MONTENEGRO (“Recipient”) and INTERNATIONAL DEVELOPMENT ASSOCIATION (“Association”). The Recipient and the Association hereby agree as follows:

ARTICLE I - GENERAL CONDITIONS; DEFINITIONS

- 1.01. The General Conditions (as defined in the Appendix to this Agreement) 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 General Conditions or in the Appendix to this Agreement.

ARTICLE II - FINANCING

- 2.01. The Association agrees to extend to the Recipient, on the terms and conditions set forth or referred to in this Agreement, a credit in an amount equivalent to six million six hundred thousand Special Drawing Rights (SDR 6,600,000) (variously, “Credit” and “Financing”) to assist in financing the project described in Schedule 1 to this Agreement (“Project”).
- 2.02. The Recipient may withdraw the proceeds of the Financing in accordance with Section V of Schedule 2 to this Agreement.
- 2.03. The Maximum Commitment Charge Rate payable by the Recipient on the Unwithdrawn Financing Balance shall be one-half of one percent (1/2 of 1%) per annum.
- 2.04. The Service Charge payable by the Recipient on the Withdrawn Credit Balance shall be equal to three-fourths of one percent (3/4 of 1%) per annum.
- 2.05. The Payment Dates are April 15 and October 15 in each year.
- 2.06. The principal amount of the Credit shall be repaid in accordance with the repayment schedule set forth in Schedule 3 to this Agreement.
- 2.07. The Payment Currency is Euro.

ARTICLE III - PROJECT

- 3.01. The Recipient declares its commitment to the objectives of the Project and the Program. To this end, the Recipient shall: (a) carry out Parts 1(a), 1(c), 1(d) and 1(g) of the Project through the Ministry of Tourism and Environmental Protection; (b) cause PEW to carry out Part 1(f), Part 2 and Part 3 of the Project; and (c) cause the Municipality of Ulcinj to carry out Parts 1(b) and 1(e) of the Project, in accordance with the provisions of Article IV of the General Conditions, the PEW Project Agreement, and the Ulcinj Project Agreement.
- 3.02. Without limitation upon the provisions of Section 3.01 of this Agreement, and except as the Recipient and the Association 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 IV - REMEDIES OF THE ASSOCIATION

- 4.01. The Additional Events of Suspension consist of the following:
- (a) The PEW's Legislation has been amended, suspended, abrogated, repealed or waived so as to affect materially and adversely the ability of PEW to perform any of its obligations under the PEW Project Agreement.
 - (b) The Municipality of Ulcinj's Legislation has been amended, suspended, abrogated, repealed or waived so as to affect materially and adversely the ability of the Municipality of Ulcinj to perform any of its obligations under the Ulcinj Project Agreement.
 - (c) PEW or the Municipality of Ulcinj shall have failed to perform any of their obligations under the Financing Agreement, the PEW Project Agreement or the Ulcinj Project Agreement, respectively.
 - (d) The Recipient has taken any action, or omitted to take any action, that has materially and adversely affected the provisions of the Program.
- 4.02. The Additional Events of Acceleration consist of the following, namely that any event specified in paragraphs (a) through (d) of Section 4.01 of this Agreement occurs and is continuing for a period of sixty (60) days after notice of the event has been given by the Association to the Recipient.

ARTICLE V - EFFECTIVENESS; TERMINATION

- 5.01. The Additional Conditions of Effectiveness consist of the following:
- (a) The PEW Subsidiary Agreement has been executed on behalf of the Recipient and PEW.
 - (b) The PEW Operational Manual has been adopted by PEW and is satisfactory to the Association.
 - (c) The Project Coordination Unit has been established and adequately staffed and funded, in a manner satisfactory to the Association.
- 5.02. The Additional Legal Matter consist of the following:
- (a) The PEW Subsidiary Agreement has been duly authorized or ratified by the Recipient and PEW and is legally binding upon the Recipient and PEW in accordance with its terms.
 - (b) The PEW Project Agreement has been duly authorized or ratified by PEW and is legally binding upon PEW in accordance with its terms.
 - (c) The Ulcinj Project Agreement has been duly authorized or ratified by the Municipality of Ulcinj and is legally binding upon the Municipality of Ulcinj in accordance with its terms.
- 5.03. The Effectiveness Deadline is the date ninety (90) days after the date of this Agreement.
- 5.04. For purposes of Section 8.05 (b) of the General Conditions, the date on which the obligations of the Recipient under this Agreement (other than those providing for payment obligations) shall terminate is twenty (20) years after the date of this Agreement.

ARTICLE VI - REPRESENTATIVE; ADDRESSES

- 6.01. Except as provided in Section 2.02 of this Agreement, the Recipient's Representative is the Minister of Finance.

6.02. The Recipient's Address is:

Ministry of Finance
Stanka Dragojevic 2
81000 Podgorica
Republic of Montenegro

Facsimile:

382 81 224 450

6.03. The Association's Address is:

International Development Association
1818 H Street, N.W.
Washington, D.C. 20433
United States of America

Cable:

Telex:

Facsimile:

INDEVAS
Washington, D.C.

248423 (MCI)

1-202-477-6391

AGREED at Podgorica, Republic of Montenegro, as of the day and year first above written.

REPUBLIC OF MONTENEGRO

By /s/ Igor Luksic

Authorized Representative

INTERNATIONAL DEVELOPMENT ASSOCIATION

By /s/ Jan-Peter Olters

Authorized Representative

SCHEDULE 1

Project Description

The objective of the Project is to assist the Recipient in designing and implementing an integrated approach to coastal zone management aimed at reducing coastal degradation and fostering environmentally sound tourism development, through: (i) enhancing environmental protection, spatial development, institutional capacity and governance in the coastal zone; and (ii) initiating priority investments, such as the first phase of a regional water supply system for the coastal areas, to improve environmental conditions and foster development of high-quality tourism.

The Project constitutes the first phase of the Program, and consists of the following parts, subject to such modifications thereof as the Recipient and the Association may agree upon from time to time to achieve such objective:

Part 1: Integrated Coastal Zone Management Policy and Institutional Capacity Building

(a) Carrying out of an environmental background study of the Bojana Buna Delta, through the provision of consultants' services.

(b) Development of urban plans for the municipality of Ulcinj based on the Coastal Zone Spatial Plan, through the provision of consultants' services.

(c) Environmental monitoring in the Bojana Buna Delta, through the provision of consultants' services and goods;

(d) Monitoring of land use and construction activities in the Bojana Buna Delta, through the provision of consultants' services and goods;

(e) Construction of an information center and office building for the Bojana Buna Delta Management Unit.

(f) Institutional strengthening of PEW, through the provision of Training and consultants' services.

(g) Institutional strengthening of the Ministry of Tourism and Environmental Protection, as well as the development and implementation of a public awareness, communication and consultation campaign on the protection of the Bojana Buna Delta, including consultations about future eco-infrastructure, through the provision of Training and consultants' services.

Part 2: Coastal Environmental Infrastructure

Construction of the first phase of a regional water supply scheme between Lake Skadar and the coast, through the provision of civil works, goods and services.

Part 3: Project Management and Monitoring

Support for Project management and monitoring, through the provision of consultants' services, goods and Incremental Operating Costs.

SCHEDULE 2**Project Execution****Section I. Implementation Arrangements****A. Institutional Arrangements**

1. The Inter-Ministerial Committee shall be responsible for monitoring sectoral and cross-sectoral issues relating to Project implementation. To that end, the Recipient shall maintain the Inter-Ministerial Committee with terms of reference acceptable to the Association.

2. The Project Coordination Unit within the Ministry of Tourism and Environmental Protection shall be responsible for overall Project implementation and coordination, as well as for implementation of Parts 1(a), 1(c), 1(d) and 1(g) of the Project. To that end, the Recipient shall maintain, adequately fund and staff the Project Coordination Unit with terms of reference acceptable to the Association.

3. PEW shall be responsible for procurement and financial management of the Project, as well as for implementation of Part 1(f), Part 2 and Part 3 of the Project, in accordance with the PEW Project Agreement and the PEW Operational Manual. The Recipient shall cause PEW to undertake the responsibility with regard to financial management and procurement in accordance with the provisions of the Financing Agreement, the PEW Project Agreement, and the Ulcinj Project Agreement.

4. The Municipality of Ulcinj shall be responsible for implementation of Parts 1(b) and 1(e) of the Project, in accordance with the Ulcinj Project Agreement.

B. PEW Subsidiary Agreement

1. To facilitate the carrying out of the Project, the Recipient shall make part of the proceeds of the Financing available to PEW under the PEW Subsidiary Agreement, under terms and conditions approved by the Association.

2. The Recipient shall exercise its rights under the PEW Subsidiary Agreement in such manner as to protect the interests of the Recipient and the Association and to accomplish the purposes of the Financing. Except as the Association shall otherwise agree, the Recipient shall not assign, amend, abrogate or waive the PEW Subsidiary Agreement or any of the provisions.

C. Ulcinj Subsidiary Agreement

1. To facilitate the carrying out of the Project, the Recipient shall make part of the proceeds of the Financing available to the Municipality of Ulcinj under the Ulcinj Subsidiary Agreement, under terms and conditions approved by the Association.
2. The Recipient shall exercise its rights under the Ulcinj Subsidiary Agreement in such manner as to protect the interests of the Recipient and the Association and to accomplish the purposes of the Financing. Except as the Association shall otherwise agree, the Recipient shall not assign, amend, abrogate or waive the Ulcinj Subsidiary Agreement or any of the provisions.

Section II. Implementation Covenants

1. The Recipient shall carry out the Project in accordance with the Environmental Management Plan and the Resettlement Policy Framework, and shall not amend, suspend, abrogate, repeal or waive any provision of the Environmental Management Plan or the Resettlement Policy Framework without prior approval of the Association.
2. The Recipient shall carry out the Project in accordance with the Program and the Memorandum of Understanding, and shall not amend the Memorandum of Understanding or the Program so as to materially and adversely affect the execution of the Project.

Section III. Project Monitoring, Reporting and Evaluation

A. Project Reports

1. The Recipient shall monitor and evaluate the progress of the Project and prepare Project Reports for the Project in accordance with the provisions of Section 4.08 of the General Conditions and on the basis of indicators agreed with the Association. Each Project Report shall cover the period of one calendar semester, and shall be furnished to the Association not later than one (1) month after the end of the period covered by such report.
2. For purposes of Section 4.08 (c) of the General Conditions, the report on the execution of the Project and related plan required pursuant to that Section shall be furnished to the Association not later than March 31, 2012.

B. Financial Management, Financial Reports and Audits

1. The Recipient shall cause PEW to maintain a financial management system in accordance with the provisions of Section 4.09 of the General Conditions.

2. Without limitation on the provisions of Part A of this Section, the Recipient shall cause PEW to prepare and furnish to the Association not later than forty five (45) days after the end of each calendar quarter, interim un-audited financial reports for the Project covering the quarter, in form and substance satisfactory to the Association.

3. The Recipient shall cause PEW to have its Financial Statements audited in accordance with the provisions of Section 4.09 (b) of the General Conditions. Each audit of the Financial Statements shall cover the period of one (1) fiscal year of PEW, commencing with the fiscal year in which the first withdrawal under the Project was made. The audited Financial Statements for each such period shall be furnished to the Association not later than six (6) months after the end of such period.

Section IV. Procurement

A. General

1. **Goods and Works.** All goods and works required for the Project and to be financed out of the proceeds of the Financing shall be procured in accordance with the requirements set forth or referred to in Section I of the Procurement Guidelines, and with the provisions of this Section.

2. **Consultants' Services.** All consultants' services required for the Project and to be financed out of the proceeds of the Financing shall be procured in accordance with the requirements set forth or referred to in Sections I and IV of the Consultant Guidelines, and with the provisions of this Section.

3. **Definitions.** The capitalized terms used below in this Section to describe particular procurement methods or methods of review by the Association of particular contracts, refer to the corresponding method described in the Procurement Guidelines, or 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 table specifies the methods of procurement, other than International Competitive Bidding, which may be used for goods and works. The Procurement Plan shall specify the circumstances under which such methods may be used:

Procurement Method
(a) Shopping
(b) National Competitive Bidding - with the modifications set forth in paragraph 3 below
(c) Direct Contracting

3. **Modifications to the Recipient’s National Competitive Bidding Procedures:**

- (i) **Eligibility:** foreign bidders shall not be precluded from bidding, and no preference of any kind shall be given to national bidders.
- (ii) **Procedures:** “Open procedures” shall be followed in all cases. Invitations to bid shall be advertised in at least one widely circulated national daily newspaper, allowing a minimum of thirty (30) days for the preparation and submission of bids.
- (iii) **Pre-qualification:** when pre-qualification shall be required for large or complex works, invitations to pre-qualify for bidding shall be advertised in at least one (1) widely circulated national daily newspaper a minimum of thirty (30) days prior to the deadline for the submission of pre-qualification applications. Minimum experience, technical and financial requirements shall be explicitly stated in the pre-qualification documents.
- (iv) **Participation by government-owned enterprises:** government-owned enterprises in Montenegro shall be eligible to participate in bidding only if they can establish that they are legally and financially autonomous, operate under commercial law and are not a dependent agency of the government. Such enterprises shall be subject to the same bid and performance security requirements as other bidders.
- (v) **Bidding documents:** procuring entities shall use the appropriate standard bidding documents for the procurement of works which shall contain draft contract and conditions of contract, satisfactory to the Association.
- (vi) **Submission of bids:** bidders may, at their option, deliver bids either in person, by courier service, or by mail at any time prior to the deadline set the submission of bids.

- (vii) **Bid opening and bid evaluation:** bids shall be opened in public and, if two envelopes are submitted for technical and price components, both shall be opened simultaneously. The time for the bid opening shall be the same as for the deadline for receipt of bids or immediately thereafter, and shall be announced, together with the place for bid opening, in the solicitation documents. Evaluation of bids shall be made in strict adherence to the monetarily quantifiable criteria declared in the bidding documents. Extension of bid validity shall be allowed once only for not more than thirty (30) days. No further extensions should be requested without the prior approval of the Association. Contracts shall be awarded to qualified bidders having submitted the lowest evaluated substantially responsive bid. Negotiations shall not be allowed with the lowest evaluated bidder or any other bidder.
- (viii) **Price adjustment:** civil works contracts of long duration (e.g. more than eighteen (18) months) shall contain an appropriate price adjustment clause.
- (ix) **Rejection of bids:** all bids shall not be rejected and new bids solicited without the Association's prior concurrence.
- (x) **Contracts:** all contracts shall be in writing, signed and stamped by authorized signatories of the purchaser and the supplier, and shall contain identical terms and conditions of contract to those included in the tender documents.
- (xi) **Securities:** bid securities shall not exceed two percent (2%) of the estimated cost of the contract; performance securities shall not exceed ten percent (10%). No advance payments shall be made to contractors without a suitable advance payment security. The wording of all such securities shall be included into the bidding documents and be acceptable to the Association.

C. Particular Methods of Procurement of Consultants' Services

1. **Quality- and Cost-based Selection.** Except as otherwise provided in paragraph 2 below, consultants' services shall be procured under contracts awarded on the basis of Quality and Cost-based Selection.
2. **Other Methods of Procurement of Consultants' Services.** The following table specifies methods of procurement, other than Quality and Cost-based Selection, which may be used for consultants' services. The Procurement Plan shall specify the circumstances under which such methods may be used.

Procurement Method
(a) Selection based on Consultants' Qualifications
(b) Selection under a Fixed Budget
(c) Least Cost Selection
(d) Individual Consultants
(e) Single Source

D. Review by the Association of Procurement Decisions

The Procurement Plan shall set forth those contracts which shall be subject to the Association's Prior Review. All other contracts shall be subject to Post Review by the Association.

Section V. Withdrawal of the Proceeds of the Financing

A. General

1. The Recipient may withdraw the proceeds of the Financing in accordance with the provisions of Article II of the General Conditions, this Section, and such additional instructions as the Association shall specify by notice to the Recipient (including the "World Bank Disbursement Guidelines for Projects" dated May 2006, as revised from time to time by the Association and as made applicable to this Agreement pursuant to such instructions), to finance Eligible Expenditures as set forth in the table in paragraph 2 below.

2. The following table specifies the categories of Eligible Expenditures that may be financed out of the proceeds of the Financing ("Category"), the allocations of the amounts of the Credit to each Category, and the percentage of expenditures to be financed for Eligible Expenditures in each Category:

Category	Amount of the Credit Allocated (expressed in SDR)	Percentage of Expenditures to be Financed
(1) Goods, works, consultants' services, Training and Incremental Operating Costs for Parts 1(a), 1(c), 1(d) and 1(g) of the Project	350,000	85.5%
(2) Goods, works, consultants' services, Training and Incremental Operating Costs for Parts 1(f), 2 and 3 of the Project	5,900,000	85.5%
(3) Goods, works, consultants' services, Training and Incremental Operating Costs for Part 1(b) of the Project	150,000	85.5%
(4) Goods, works and consultants' services for Part 1(e) of the Project	200,000	85.5%
TOTAL AMOUNT	<u>6,600,000</u>	

B. Withdrawal Conditions; Withdrawal Period

1. Notwithstanding the provisions of Part A of this Section, no withdrawal shall be made:

(a) for payments made prior to the date of this Agreement, except that withdrawals up to an aggregate amount not to exceed SDR 670,000 may be made for payments made prior to this date but on or after August 1, 2006, for Eligible Expenditures under Categories (1) and (2) in the table in Section V.A of this Schedule;

(b) in respect of payments under Categories (3) and (4) in the table in Section V.A of this Schedule, until the Ulcinj Subsidiary Agreement has been duly authorized or ratified by the Recipient and the Municipality of Ulcinj and is legally

binding upon the Recipient and the Municipality of Ulcinj in accordance with its terms; and

(c) in respect of payments under Category (4) of the Project in the table in Section V.A of this Schedule, until: (i) an environmental assessment for Part 1(e) of the Project, satisfactory to the Association, has been conducted by an independent environmental assessment experts not affiliated with the Project and which shall have been retained by the Recipient under terms of reference acceptable to the Association; and (ii) an environmental management plan for Part 1(e) of the Project, satisfactory to the Association, has been prepared by environmental experts acceptable to the Association, to eliminate, offset, or reduce to acceptable levels any adverse environmental and social aspects, including the actions needed to implement the mitigation, monitoring and institutional measures to be taken during the implementation and operation of said Part 1(e).

2. The Closing Date is September 30, 2011.

SCHEDULE 3**Repayment Schedule**

Date Payment Due	Principal Amount of the Credit repayable (expressed as a percentage)*
On each April 15 and October 15, commencing October 15, 2017 to and including April 15, 2027:	5%

* The percentages represent the percentage of the principal amount of the Credit to be repaid, except as the Association may otherwise specify pursuant to Section 3.03 (b) of the General Conditions.

APPENDIX**Definitions**

1. “Bojana Buna Delta” means the part of the delta area of the Bojana-Buna River which is located on the territory of the Municipality of Ulcinj.
2. “Category” means a category set forth in the table in Section V of Schedule 2 to this Agreement.
3. “Coastal Zone Spatial Plan” means the Recipient’s plan for the area of Morsko Dobra.
4. “Consultant Guidelines” means the “Guidelines: Selection and Employment of Consultants by World Bank Borrowers” published by the Bank in May 2004.
5. “Environmental Management Plan” means the plan adopted by the Recipient on March 9, 2007, satisfactory to the Association, consisting of the set of mitigation, monitoring, and institutional measures to be taken to eliminate adverse environmental and social impacts, offset them, or reduce them to acceptable levels, as well as actions needed to implement these measures, for the Project.
6. “General Conditions” means the “International Development Association General Conditions for Credits and Grants”, dated July 1, 2005.
7. “Incremental Operating Costs” means the incremental expenses incurred by the PCU, PEW and the Municipality of Ulcinj on account of the Project implementation including the costs of communication, printing and publications, supplies, bank charges, local travel costs and field trip expenses.
8. “Inter-Ministerial Committee” means the Recipient’s committee for sustainable tourism development and coastal management, established in December 2005, chaired by a representative from the MoTEP (hereinafter defined), and composed of high level Government staff, municipal representatives, and other stakeholders.
9. “Memorandum of Understanding” means the Memorandum of Understanding for the temporary protection of the Bojana-Buna Delta against unwanted construction, adopted by the Recipient on May 3, 2007.
10. “Ministry of Finance” or “MoF” means the Recipient’s Ministry of Finance and includes any successor thereto.

11. “Ministry of Tourism and Environmental Protection” or “MoTEP” means the Recipient’s Ministry of Tourism and Environmental Protection and includes any successor thereto.
12. “Municipality of Ulcinj” means the Recipient’s Municipality of Ulcinj, established in 1995, the Project Implementing Entity charged with implementation of Parts 1(b) and 1(e) of the Project, established pursuant to the Municipality of Ulcinj’s Legislation (hereinafter defined).
13. “Municipality of Ulcinj’s Legislation” means the Law on the Territorial Organization of the Socialist Republic of Montenegro, published on the Official Gazette No. 23/1995.
14. “PEW” means Crnogorsko Promorje, the Recipient’s public enterprise for water supply, wastewater treatment and solid waste disposal, the Project Implementing Entity charged with implementation of Parts 1(f), 2 and 3 of the Project, established pursuant to the PEW’s Legislation (hereinafter defined) on December 20, 1991, and registered by the Commercial Court of the Recipient on January 23, 1992.
15. “PEW’s Legislation” means the Law on water supply, wastewater discharge and solid waste disposal for the municipalities of Herzeg Novi, Kotor, Tivat, Budva, Bar, Ulcinj, and Cetinje, dated November 19, 1991, and published in the Official Gazette No. 46.91, and the decision of the Parliament dated November 18, 1991, and published on the Official Gazette No. 50/91, dated December 20, 1991.
16. “PEW Operational Manual” means the manual describing procedures for implementation of the Project, consistent with the provisions of this Agreement and with the national laws and regulations of the Recipient and including, inter alia: (i) procedures governing staffing, procurement, accounting, financial management, including adequate measures for procurement and forensic audits, and monitoring and evaluation arrangements; and (ii) a financial management manual.
17. “PEW Project Agreement” means the agreement between the International Development Association and PEW, of even date as the Financing Agreement.
18. “PEW Subsidiary Agreement” means the agreement referred to in Section I.B.1 of Schedule 2 to this Agreement, pursuant to which the Recipient shall make part of the proceeds of the Financing available to PEW.
19. “Procurement Guidelines” means the “Guidelines: Procurement under IBRD Loans and IDA Credits” published by the Bank in May 2004.

20. “Procurement Plan” means the Recipient’s procurement plan for the Project, dated April 25, 2007, and referred to in paragraph 1.16 of the Procurement Guidelines and paragraph 1.24 of the Consultant Guidelines, as the same shall be updated from time to time in accordance with the provisions of said paragraphs.
21. “Program” means the program designed to maintain the environmental beauty and biodiversity of the Recipient’s coast and foster sustainable tourism development, set forth or referred to in the letter dated May 3, 2007, from the Recipient to the Association.
22. “Project Coordination Unit” or “PCU” means the Recipient’s project coordination unit established within the MoTEP and referred to in Section I.A.2 of Schedule 2 to this Agreement.
23. “Resettlement Policy Framework” means the framework adopted by the Recipient on April 10, 2007, satisfactory to the Association, setting forth the procedures, actions, and policies for the assessment, mitigation, and monitoring of resettlement resulting from activities performed under the Project, as the same may be modified from time to time by agreement between the Recipient and the Association.
24. “Training” means training activities (other than consultants’ services) to be carried out under the Project, as approved by the Association on the basis of annual training and study tour plans acceptable to the Association, including the reasonable and necessary local and international travel and visa expenses incurred by participants in training workshops, as well as lodging, subsistence, local and international per diem allowances according to the guidelines of the Recipient, registration, tuition and facilitators’ fees, minor organizational expenses (including costs of stationery, handouts and training materials), translation and interpretation costs, facility rental costs, and other expenditures directly relating to the training workshop and study tour activity, as may be agreed with the Recipient.
25. “Ulcinj Project Agreement” means the agreement between the International Development Association and the Municipality of Ulcinj, of even date as the Financing Agreement.
26. “Ulcinj Subsidiary Agreement” means the agreement referred to in Section I.C.1 of Schedule 2 to this Agreement, pursuant to which the Recipient shall make part of the proceeds of the Financing available to the Municipality of Ulcinj.