USAID Grant Agreement No. 497-020

AMENDMENT NO. 4

STRATEGIC OBJECTIVE GRANT AGREEMENT, AS AMENDED

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

X FUNDS AVA VLABL

Dated: September 28, 2007

This AMENDMENT No. 4 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, and subsequently amended on November 16, 2005, August 15, 2006 and on September 30, 2006, whereby USAID agreed, to grant to the Grantee up to Seventy Eight Million Seven Hundred Fourteen Thousand Seven Hundred Ninety United States Dollars (\$78,714,790).

WHEREAS, USAID and the Grantee desire to amend the Grant Agreement further to provide an additional increment of USAID Grant financing in the amount of Thirty Million One Hundred Fifty Thousand and Seventy Five United States ("U.S") Dollars (\$30,150,075) 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.4") as follows: In order to increase the amount of the current Grant of \$78,714,790
by a new increment of \$30,150,075 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 **One Hundred Eight Million Eight Hundred Sixty Four Thousand and Eight Hundred Sixty Five United States (''U.S'') Dollars (\$108,864,865)** (the "Grant").''

2. In order to reflect the increase in USAID grant funding, the Financial Plan of Annex 1 of the Original Grant Agreement is amended and restated in its entirety to read in the form of the attached Revised Financial Plan (September 2007) Annex 1 to this Amendment No. 4.

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 the Amendment No. 4 to be signed in their names and delivered as of the day and year first above written. FOR THE GOVERNMENT OF THE UNITED STATES OF AMERICA

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Mr. Walter North Mission Director to Indonesia United States Agency for International Development (USAID)

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FOR THE GOVERNMENT OF THE REPUBLIC OF INDONESIA

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



Annex 1

Effective Democratic and Decentralized Governance in Indonesia, SO-20 FY 2005 - FY 2008 Revised Financial Plan (September 2007) in US Dollar

	Components	Total Obligation through Amendment No. 1	SOAG Amendment No. 2 FY 2006	SOAG Amendment No. 3 FY 2006	SOAG Amendment No. 4 FY 2007	Total Obligation to date	Future Obligation Under SOAG Amendments FY 2008*	Life of Strategic Objective Activities Funding Under this SOAG
		(A)	(B)	(C)	(D)	E=(A)+(B)+(C)+(D)	F	(E)+(F)
Activities * Expa	n Implementation 5: Inding Participatory, Effective and Puntable Local Governance	38,500,000	31,170,234	4,639,872	28,511,000	102,821,106	15,935,135	118,756,241
* Addr	solidating the Reforms Agenda, including Elections essing Conflict and Encouraging Pluralism strative and Program Support	2,304,684	2,100,000	0	1,639,075	6,043,759	4,200,000	10,243,759
	uation and Audit ing & Logistics for Administrative Support							
Strategi	c Objective Agreement Total	40,804,684	33,270,234	4,639,872	30,150,075	108,864,865	20,135,135	129,000,000

Notes: * Subject to the availability of funds.

The GOI has agreed, pursuant to Section 3.2, to provide contribution on an in-kind basis and report on those contributions on an annual basis.

Changes to the financial plan that increase or decrease a budget line item by no more than 15% shall not require the use of PROJECT IMPLEMENTATION LETTERS

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nor formal amendment to the Agreement.