

MEMORANDO

ORP/GCM/135/2017

Fecha: 12/06/2017

Para: Luis Alberto Moreno
Presidente

De: Bernardo Guillamon
Gerente de la Oficina de Alianzas Estratégicas



Asunto: REGIONAL. Promoción de las actividades de fondos Coreanos (RG-T3061). Contribución no reembolsable hasta por la suma de US\$350,000. KPR. Aprobación.

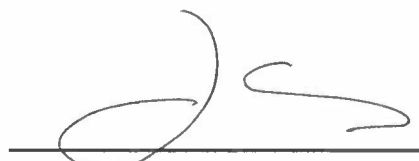
Adjunto sometemos para su consideración y correspondiente aprobación, el documento que describe la Cooperación Técnica "Promoción de las actividades de fondos Coreanos". Este documento ha sido elaborado por el equipo de proyecto teniendo en cuenta los lineamientos y procedimientos establecidos para la preparación y procesamiento de operaciones de cooperación técnica no reembolsable.

De conformidad con lo establecido en las Resoluciones DE-44/08 y DE-103/14, el Presidente tiene la facultad de aprobar operaciones de cooperación técnica no reembolsable y operaciones de inversión no reembolsable que no excedan la suma de US\$3.000.000.

En consecuencia, teniendo en consideración que el monto de la presente operación no excede la suma de US\$3.000.000, recomendamos que la misma sea aprobada.

El Sr. Kai Hertz (KAIH@iadb.org ext. 3575), Jefe de Equipo de Proyecto, estará disponible para responder cualquier consulta adicional.

Aprobado:



Luis Alberto Moreno, Presidente

Fecha: DEC 12 2017

Vo.Bo.:



Kevin McTigue, LEG/SGO

Fecha:

7 Diciembre 2017

Sonia M. Rivera

Sonia Rivera, ORP/GCM

Dec 7, 2017



PRE/PCY



Dec 11, 2017

DEC 11 2017

PROMOTION OF KOREAN TRUST FUNDS (KPK, KPR, KPC, KIF, KOREA-SME FUND)

RG-T3061

CERTIFICATION

I hereby certify that this operation was approved for financing under **Korea Poverty Reduction Fund (KPR)** through a communication dated September 25, 2017 and signed by Byoung Kim (ORP/GCM). Also, I certify that resources from said fund are available for up to **US\$350,000** in order to finance the activities described and budgeted in this document. This certification reserves resource for the referenced project for a period of four (4) calendar months counted from the date of eligibility from the funding source. If the project is not approved by the IDB within that period, the reserve of resources will be cancelled, except in the case a new certification is granted. The commitment and disbursement of these resources shall be made only by the Bank in US dollars. The same currency shall be used to stipulate the remuneration and payments to consultants, except in the case of local consultants working in their own borrowing member country who shall have their remuneration defined and paid in the currency of such country. No resources of the Fund shall be made available to cover amounts greater than the amount certified herein above for the implementation of this operation. Amounts greater than the certified amount may arise from commitments on contracts denominated in a currency other than the Fund currency, resulting in currency exchange rate differences, represent a risk that will not be absorbed by the Fund.

B.K
12/6/2017
CERTIFIED BY:


Sonia M. Rivera
Division Chief

Grants and Co-Financing Management Unit
ORP/GCM

Dec 5, 17
Date

12 DEC 17 PM 1:19

12/16/01
B.K.

TC Document

I. Basic project data

▪ Country/Region:	Regional
▪ TC	Promotion of Korean Trust Funds (KPK, KPR, KPC, KIF, Korea-IIC Fund)
▪ Name:	
▪ TC Number:	RG-T3061
▪ Team Leader/Members:	Kai Hertz (ORP/GCM), Team Leader; Byoung Hwan Kim (ORP/GCM), Co-Team Leader; Chang Yeon You (ORP/GCM), Su Hyun Kim (ORP/GCM), Maria Fernanda Garcia Rincon (ORP/PTR), and Margie-Lys Jaime Ramirez (LEG/SGO)
▪ Indicate if: Operational Support, Client Support, or Research & Dissemination.	Research & Dissemination (RD)
▪ If Operational Support TC, give number and name of Operation Supported by the TC:	N/A
▪ Beneficiary (countries or entities which are the recipient of the technical assistance):	26 IDB member countries in Latin America and the Caribbean
▪ Executing Agency and contact name (Organization or entity responsible for executing the TC Program) {If Bank: Contracting entity} {If the same as Beneficiary, please indicate}	Inter-American Development Bank
▪ IDB Funding Requested:	\$350,000 (Korea Poverty Reduction Fund)
▪ Local counterpart funding, if any:	N/A
▪ Disbursement period (which includes execution period):	30 months
▪ Required start date:	February 1, 2018
▪ Types of consultants (firm or individual consultants):	Non consulting services and Goods
▪ Prepared by Unit:	ORP/GCM
▪ Unit of Disbursement Responsibility:	ORP/GCM
▪ Included in Country Strategy (y/n);	No
▪ TC included in CPD (y/n):	No
▪ GCI-9 Sector Priority:	YES

II. Objective and Justification

- 2.1 In March of 2005, the Republic of Korea became the 47th member of the Inter-American Development Bank ("IDB" or "Bank") and through the Ministry of Strategy and Finance (MOSF), since has provided grant and co-financing resources to five bilateral Trust Funds (the "Funds") at the IDB.

- The **Knowledge Partnership Korea Fund for Technology and Innovation ("KPK")** was established in 2005 to benefit the Bank's borrowing member countries with the promotion of information technology capacity to reduce the digital and economic divide, support assessment of sector analysis and activities to strengthen science and technology related innovation, and support the dissemination of best practices for science and technology capacity building as well as develop a regional knowledge base.
- The **Korea Poverty Reduction Fund ("KPR")**, established in 2005 aims to improve income, living conditions and access to social services for those under extreme poverty conditions, strengthen public sector and non-profit entities, support disaster prevention and post-disaster response mechanisms, strengthen member country capacity to monitor, evaluate, and design poverty reduction policies and programs, and disseminate best practices.
- The **Public Capacity Building Korea Fund for Economic Development ("KPC")** was created to strengthen the cooperation between Korea and the IDB in the areas of public sector management and in all fiscal sectors, including taxation, treasury, fiscal management, statistics, e-government as well as national planning and budgeting.
- The **Korea Infrastructure Development Co-financing Facility for Latin America and the Caribbean ("KIF")** was established to support and promote economic growth and contribute to poverty alleviation through the co-financing of the IDB's sovereign guaranteed loans. The projects for KIF include key soft infrastructure investments that are significant for the development outcome. Soft infrastructure refers to all the institutions which are required to maintain economic, social standards of a country.
- The **Korea-IIC Development Trust Fund ("Korea-IIC Fund")** aims to promote economic development in the regional member countries, expand and modernize private sector entities through capacity building activities and pre-financing opportunities.

2.2 During the 2015 IDB-IIC Annual Meeting in Busan, MOSF and IDB agreed to conduct a comprehensive evaluation of the performance of three Korean Trust Funds with a focus on the Funds' contribution to the socioeconomic development in LAC as well as Korea-LAC cooperation. The evaluation was conducted by an external consulting firm and examined more than 300 technical cooperation (TC) operations (in execution or completed) financed by the KPK, KPR, and KPC. The evaluation looked into four aspects of the three funds' operations: relevance, effectiveness, efficiency, and sustainability. It provided information for discussion of future cooperation mechanisms, and reform recommendations to operational aspects of the Funds. The evaluations findings and recommendations ultimately informed the decision-making process associated with the replenishment of the Funds. As a result, MOSF pledged a significant amount for the replenishment of the Funds.

2.3 With the replenishment of KPK, KPR, and KIF, and the management of the Korea-IIC Fund, the Donor is keen on knowing in more detail the results of key TC operations, stories from the field, and promote the visibility and communication of the Funds' objectives and accomplishments to both public and private sector beneficiaries. Such promotion activity is also important to secure future funding from the Donor. For instance, the World Bank group manages various Korean funds that creates periodical

reports¹ that include detailed stories from the field and brochures². These reports have served useful for the Donor as well as the potential partners to understand the activities and importance of the funds.

- 2.4 Despite the Korean Funds contributing approximately US\$300 million for the development of LAC through IDB, there is very little awareness. **This TC aims to promote the Korean Trust Funds through producing promotional materials, creating internet contents, and organizing a workshop to disseminate the knowledge generated through fund activities.** The TC activities seek to involve a broad audience, from existing beneficiaries to new partners in LAC and Korea. The TC will finance activities that will create content for promotion and knowledge dissemination.
- 2.5 **The Bank's Update to the Institutional Strategy (UIS) 2010-2020 (approved by the IDB's Board of Governors in March of 2015) provides strategic direction to the IDB Group, and addresses emerging challenges in the Region, identifying three main development challenges:** (i) social exclusion and inequality; (ii) low productivity and innovation; and (iii) lack of regional economic integration. Additionally, it identifies three cross-cutting issues (i) gender equality and diversity; (ii) climate change and environmental sustainability; and (iii) institutional capacity and the rule of law. This TC highlights the KTF's contributions to three main development challenges and provides information and evidence for future activities and fund raising.

III. Description of Activities and Outputs

- 3.1 **Component 1: Increase visibility of Korean Trust Fund achievements.** The five Korean Trust Funds have been financing over 400 operations since its inception, however, their accomplishments have not been widely disseminated, nor has the contribution provided by Korea made sufficiently visible. To increase the Funds' visibility in terms of results and Korea's contributions to development activities in LAC, this component will finance: (i) a report that highlights key accomplishments of all five Korean Trust Funds, (ii) a brochure in three languages (English, Spanish, Korea) summarizing the key findings and accomplishments.
- 3.2 To gather information for these outputs, a thorough review of key operations that were completed in the years 2016-2017 as well as operations that were featured in the performance evaluation report will be conducted. GCM Fund Coordinators in consultation with MOSF will identify flagship TCs to be highlighted in the report and summary brochures. The review process will entail interviews with team leaders, executing agency, and beneficiaries, and on-site visits be conducted. In addition, promotional

¹ One example is the reports produced for the "Korea Trust Fund for Economic & Peace-Building Transitions"
<http://pubdocs.worldbank.org/en/930281475606254794/2016-WBG-KTF-Report-FINAL-DIGITAL.pdf>

² As an example, the "Korea Trust Fund for Economic & Peace-Building Transitions" produces a report annually:
<http://pubdocs.worldbank.org/en/794591475606225711/2016-WBG-KTF-Brochure-FINAL-PRINT.pdf>

content through internet will be developed to provide any update on Korean Trust Fund activities and introduce success stories and lessons learned.

- 3.3 Component 2: Knowledge Dissemination and Foster Network of Stakeholders.** Upon completion of the report and brochures, this component will finance activities aimed at disseminating the accomplishments, stories from the field, and enhance the awareness of Korea's contribution to the development in the LAC region. To that effect, a workshop will be organized with key stakeholders from the private, public, and non-profit sector. This will provide opportunities for knowledge exchange as well as promoting the visibility of the Korean Trust Funds administered at the IDB. It is expected to organize one workshop event in 2019 which will focus on one topic area that the Korean Funds have been financing. These workshops will be organized every two years, concentrating on a different topic each time.

IV. Budget

- 4.1** The total cost of this TC is estimated at US\$350,000 to be financed with resources from the Korea Poverty Reduction Fund. The TC will finance consultancy services for the preparation of the report and brochures, as well as travel and logistical expenses related to the workshops. In addition, as the success of this operation depends on the participation of key stakeholders in both Korea and LAC region, the TC will finance travel cost involved of Korean Government officials and key staff members of IDB Group.

Component	Description	Funding
Increase visibility of Korean Trust Fund achievements	Collecting Information and Interviewing for Promotional Materials, Report and Brochure Designing and Printing, Internet Contents Development and Management, Translation of Report and Brochure	\$100,000.00
Knowledge Dissemination and Foster Network of Stakeholders	One event organized in LAC	\$240,000.00
Contingency	Unforeseen expenses	\$10,000.00
Total		\$350,000.00

V. Executing agency and execution structure

- 5.1** As the TC aims to promote and market Korean Trust Funds and their accomplishments in the region, the Bank is the appropriate agency to implement the TC including the hiring of consultancy services for developing the materials and organizing the workshops. In addition, the project team is closely in contact with the MOSF.

- 5.2 In terms of procurement, the Policy for the Selection and Contracting of Consulting Firms for Bank-executed Operational Work (GN-2765-1) and its Operational Guideline (OP-1155-4) will apply for the selection of consulting firms. For the selection of individual consultants, the Bank's human resources rules and regulations (AM-650) will apply. For the selection of other services, Corporate Procurement Policy (GN-2303-20) will apply.

VI. Important Risks

- 6.1 The team considers the TC to be a low risk operation. Nonetheless, one potential challenge may be engaging new stakeholders³ to actively participate in Korean Trust Funds' activities. This risk will be mitigated through constant communications and in-person meetings to build strong relationships.

VII. Exceptions to Bank Policy

- 7.1 There are no exceptions to Bank Policy.

VIII. Environmental Safeguard

- 8.1 According to the Policy for Environmental Safeguard (OP-703), Indigenous Population (OP-765), and Gender Equality (OP-270), this operation classifies as category "C" as it does not expect to have any environmental impact. The team submits the operations SSF and SPF.

ANNEX

Annex 1: Results Matrix

Annex 2: Procurement Plan

³ Stakeholders may include, but are not limited to, private companies, public entities or academic institutions in Korea and LAC countries that carries out activities that are in line with the Korean Funds' objectives. Examples can include institutions such as Korea Land and Geospatial Information Corporation (LX), a Korean public organization that produces cadastral maps, or a medium size company in LAC that would like to collaborate with Korean company for a joint venture.



Operation Number: RG-T3061
TCM Cycle: TCM Period 2017
Last Update: 11/3/2017

Inter-American Development Bank - IDB

Results Matrix

Outcomes

Outcome: 1 Increased Fund Visibility among Stakeholders (LAC-Korea)

Outcome: 2 Enhance features of Korean Trust Funds to Finance Results-based Technical Cooperation Funding in LAC

RF - Contribution

Outputs: Annual Physical and Financial Progress

1 Increase Awareness of Korea Trust Fund Achievements

Outputs	Output Description	Unit of Measure	Baseline	Baseline Year	Means of verification		Physical Progress					Financial Progress				Theme	Fund	Flags
							2017	2018	2019	EOP		2017	2018	2019	EOP			
1.1 Non-commercial books published	Report produced to introduce flagship operations financed by the Korean Trust Funds and promote the Funds	Books (#)	0	2017	Report to promote Korean Trust Funds in IDB	P	0	1	0	1	P	0	50000		50000	Social Development	KPR	
						P(a)				0	P(a)				0			
						A					A							
1.2 Non-commercial books published	One Brochure that includes key information regarding all five funds will be produced in three languages (English, Spanish, Korean)	Books (#)	0	2017	Brochure published in three languages (English, Spanish, Korean)	P	0	3	0	3	P	0	35000	0	35000	Social Development	KPR	
						P(a)				0	P(a)				0			
						A					A							
1.3 Virtual platforms designed	Promotional Content through Internet	Platforms (#)	0	2017	Online Platform to promote operations financed by Korea Trust Funds	P	0	0	1	1	P	0	15000	0	15000	Social Development	KPR	
						P(a)				0	P(a)				0			
						A					A							

2 Knowledge Dissemination and Foster Network of Stakeholders

Outputs	Output Description	Unit of Measure	Baseline	Baseline Year	Means of verification		Physical Progress					Financial Progress				Theme	Fund	Flags
							2017	2018	2019	EOP		2017	2018	2019	EOP			
2.1 Workshops organized	Knowledge Dissemination and Networking Workshop Organized	Workshops (#)	0	2017	Workshop to bring together Stakeholders and Knowledge Dissemination	P	0	0	1	1	P	0	0	240000	240000	Social Development	KPR	
						P(a)				0	P(a)				0			
						A					A							

Other Cost

Contingencies

2017	2018	2019	Cost
P			\$10,000.00
P(a)			
A			

Total Cost

2017	2018	2019	Total Cost
P	\$100,000.00	\$240,000.00	\$350,000.00
P(a)			
A			

CRF Indicator

Standard Output Indicator

[2] (iii) Goods: Per GN 2765 1, par. A.2.2.c: "The procurement of goods and related services, except when such goods and related services are necessary to achieve the objectives of the Bank-executed Operational Work and are included in the consulting services contract and represent less than ten percent (10%) of the consulting services contract value."



Safeguard Policy Filter Report

Operation Information

Operation		
RG-T3061 Promotion of Korean Trust Funds (KPK, KPR, KPC, KIF, Korea-SME Fund)		
Environmental and Social Impact Category	High Risk Rating	
C	{Not Set}	
Country	Executing Agency	
REGIONAL		
Organizational Unit	IDB Sector/Subsector	
GRANTS AND CO-FINANCING MANAGEMENT UNIT	OTHER	
Team Leader	ESG Primary Team Member	
KAI HERTZ	{Not Set}	
Type of Operation	Original IDB Amount	% Disbursed
Technical Cooperation	\$350,000	0.000 %
Assessment Date	Author	
11 Oct 2017	suhyunk Project Assistant	
Operation Cycle Stage	Completion Date	
ERM (Estimated)	{Not Set}	
QRR (Estimated)	{Not Set}	
Board Approval (Estimated)	{Not Set}	
Safeguard Performance Rating		
{Not Set}		
Rationale		
{Not Set}		



Safeguard Policy Filter Report

Potential Safeguard Policy Items

[No potential issues identified]

Safeguard Policy Items Identified

B.1 Bank Policies (Access to Information Policy– OP-102)

The Bank will make the relevant project documents available to the public.

B.2 Country Laws and Regulations

The operation is expected to be in compliance with laws and regulations of the country regarding specific women's rights, the environment, gender and indigenous peoples (including national obligations established under ratified multilateral environmental agreements).

B.3 Screening and Classification

The operation (including associated facilities) is screened and classified according to its potential environmental impacts.

B.7 Supervision and Compliance

The Bank is expected to monitor the executing agency/borrower's compliance with all safeguard requirements stipulated in the loan agreement and project operating or credit regulations.

Recommended Actions

Operation has triggered 1 or more Policy Directives; please refer to appropriate Directive(s). Complete Project Classification Tool. Submit Safeguard Policy Filter Report, PP (or equivalent) and Safeguard Screening Form to ESR.

Additional Comments

[No additional comments]



Safeguard Screening Form

Operation Information

Operation		
RG-T3061 Promotion of Korean Trust Funds (KPK, KPR, KPC, KIF, Korea-SME Fund)		
Environmental and Social Impact Category	High Risk Rating	
C	{Not Set}	
Country	Executing Agency	
REGIONAL		
Organizational Unit	IDB Sector/Subsector	
GRANTS AND CO-FINANCING MANAGEMENT UNIT	OTHER	
Team Leader	ESG Primary Team Member	
KAI HERTZ	{Not Set}	
Type of Operation	Original IDB Amount	% Disbursed
Technical Cooperation	\$350,000	0.000 %
Assessment Date	Author	
11 Oct 2017	suhyunk Project Assistant	
Operation Cycle Stage	Completion Date	
ERM (Estimated)	{Not Set}	
QRR (Estimated)	{Not Set}	
Board Approval (Estimated)	{Not Set}	
Safeguard Performance Rating		
{Not Set}		
Rationale		
{Not Set}		

Operation Classification Summary

Overriden Rating	Overriden Justification
Comments	



Safeguard Screening Form

Conditions / Recommendations

Summary of Impacts / Risks and Potential Solutions

Disaster Risk Summary

Disaster Risk Level

Disaster / Recommendations

Disaster Summary

Details

Actions



Ministry of Strategy
and Finance

DATE: Sep 25, 2017

TO: Ms. Sonia M. Rivera
Unit Chief
Grants and Co-financing Management Unit
Inter-American Development Bank

SUBJECT: Promotion of Korean Trust Funds (KPK, KPR, KPC, KIF, Korea-SME Fund)

In reply to your request, I am pleased to inform you that the Ministry of Strategy & Finance has approved the proposal for the following project to be financed by the Korea Poverty Reduction Fund.

Project Title	TC Number	Amount (US\$)
Promotion of Korean Trust Funds (KPK, KPR, KPC, KIF, Korea-SME Fund)	RG-T3061	350,000

Sincerely yours,

Jiyoung Choi
Director
International Financial Institutions Division
Ministry of Strategy and Finance
Republic of Korea

**PROMOTION OF KOREAN TRUST FUNDS (KPK, KPR, KPC, KIF, KOREA-IIC FUND)
TC DOCUMENT RG-T3061**

Quality and Risk Review (QRR) – Results and Procedure Report

A. QRR PROCEDURE			
<p>The Proposal TC Document was distributed for comments to the QRR on Monday, November 13, 2017. The Document was distributed to: Executive Vice President; Office of the Presidency; Office of the Vice President, Sectors & Knowledge; Office of the Vice President for Countries; Vice Presidency for Private Sector; Vice Presidency for Finance and Administration; Falkner-Olmedo, Katharina B.; VPS-ESG; ESRNET; SPD-SDV; Galindo, Arturo Jose; IDB Finance Department, Accounting Control Unit;., Veronica E.; Ferretti, Janine; IIC/PPS Public-Private Synergies Division; Office of the Manager - CCB; Office of the Manager CSC; Office of the General Manager CAN; Office of the Manager - CID; IDB Research Department; OCSU Procurement; McTigue, Kevin; Buchara, Diego Sebastian; Aliaga, Miguel Angel; Castilla Rubio, Luis Miguel; Faria, Teresa Maurea; Ruiz Gomez, Jose Juan; Sussan, Marilyn A.; Smaldone, María Laura; ORP-GCM; GCM Single Window; GCM-InfoGp. In addition, cc of the distribution was sent to: Operations Policy Committee; Guillamon, Bernardo E.; Rivera, Sonia M.; Bendersky, Matias; Hertz, Kai; Kim, Byoung; You, Chang Yeon; Kim, Su Hyun; Doherty, Megan Hayes. The comments received, as well as recommended next steps, have been documented in this Results and Procedure Report. No meeting was convened to discuss either the document as a whole or specific issues.</p>			
B. NON-RESOLVED ISSUES			
N/A			
C. COMMENTS			
Name/Dept.	Topic	Comments	Answers
LEG/SGO	Basic Project data	Please correct assigned attorney: Margie-Lys Jaime. Please note that there is no record of a formal request to assign an attorney to this operation prior to QRR.	Thank you for your comments. The correction was made.
	IDB Funding Requested	This TC is to be financed with resources from the Korea Poverty Reduction Fund (KPR). The purpose of the KPR is to support poverty reduction and social development activities. Pursuant to the Agreement with the donor (GN-2373-3), the resources will finance TCs to support, among others, country and sector strategies of the Bank focused on poverty reduction in the Bank's borrowing member countries. Furthermore, project eligibility shall fall into specific areas in accordance with the Fund's operational guidelines (GN-2373-4). However, we note that the main objective of the TC is to promote the Korean Trust Funds (KPK, KPR, KPC, KIF, Korea-IIC Fund). We understand that all five Korean Funds have an overall goal to contribute to the economic development and poverty reduction in LAC region through channeling Korean resources. Yet, this is not consistent with the scope of the use of resources of the KPR, the project eligibility requirements, or the consistency with priorities and strategies of the KPR. Could you please	During early this year's negotiation with the Donor for Trust Funds' replenishments, there has been a request from the Donor to better collect results achieved from KTF's financing and disseminate them. Based on discussions with the Donor, KPR was selected as the most adequate Fund to finance this TC and the project financing eligibility note was provided by the Donor on September 25 th , 2017.

Name/Dept.	Topic	Comments	Answers
		explain in more detail in the Justification and objectives of the TC how this project complies with the KPR Fund requirements? In this same vein, please indicate the alignment/contribution of the TC with/to the KPR. It might be useful to indicate if the decision to finance this TC with the KPR Fund was an specific agreement with the Donor related to the use of the resources.	
	Component 2	Please clarify if this component will finance more than one workshop. Also, please indicate if this workshop(s) will take place in a LAC country or in Korea. The description in the Indicative budget is not clear. Please keep in mind that if knowledge dissemination activities financed with the TC take place in the LAC region, a non-objection of the Bank's liaison office in the country where the activity is executed needs to be secured prior to the execution of such activities.	There will be one workshop organized in a LAC country. The team will make sure to obtain non-objection letter prior to execution of component 2.
	Procurement Plan	In ¶4.1 it is indicated that the TC will finance consultancy service for the preparation of the reports and brochures; however, the Procurement Plan does not include reference to consulting services, but only to "goods" (promotional material development) through Price comparison method. Please review the PP and correct if needed.	The correction was made in the procurement plan.
	Terms of Reference	The TC does not include any ToRs. Could you please clarify if this TC will finance the hiring of consultants? The hiring of consulting services is mentioned in the Basic project Data and in ¶5.2 but not in the PP. If the TC will finance consulting services (firms or individual consultants), please indicate this in the PP and include the corresponding ToR as a link in the TC document.	There will be no hiring of consultants from this TC. The activities will be carried out by a Research Fellow hired as an Externally-funded Complementary Contractual (EFC) through a different operation number.
ESRNET	General Comments	ESG does not have comments.	Thank you for your comment.
OCSU Procurement	Procurement Plan	Plan of acquisitions: Please use the model for BEO (Bank executed operations).	Thank you for your comment. We updated the model.
	Consulting Services	If you plan to hire consulting firms by direct selection, we suggest to include the justification.	There will be no hiring of consultants from this TC. The activities will be carried out by a Research Fellow hired as an Externally-funded Complementary Contractual (EFC) through a different operation number.

From: Kim, Byoung
Sent: Monday, September 25, 2017 3:13 PM
To: Hertz, Kai
Cc: GCM Single Window; GCM-InfoGp; Mendoza Centellas, Mariana Beatriz; Caicedo Sierra, Miguel Felipe; You, Chang Yeon; Kim, Dongil; Kim, Su Hyun; Kim, Younghoon
Subject: (RG-T3061) KPR Donor's Approval Notice : Promotion of Korean Trust Funds
Attachments: Approval Letter(RG-T3061).pdf; 170925_(RG-T3061) Memorandum Promotion of Korean Trust Funds.docx

Dear HERTZ, KAI,

I am pleased to inform you that the project RG-T3061 - Promotion of Korean Trust Funds (KPK, KPR, KPC, KIF, Korea-SME Fund) has been declared eligible for financing for an amount of up to US\$350,000.00 with resources of the KOREA POVERTY REDUCTION FUND KPR. When preparing the TC document, please note the committee's or donor's recommendations (attached), which should be reflected in the document to be distributed to QRR.

Timeframe for Approval: GCM will modify the project status to Preparation. Since this operation is a Research and Dissemination, approval of the CT must be within 4 months from receipt of this message, as set out in the Operational Guidelines for TCs (GN-2629-1). If the project is not approved within that period, the commitment of resources will be canceled. Please proceed with the approval process in compliance with the operational guidelines for TCs and ensure that all pertinent information is complete in the Bank's systems and the all documents are available in ezShare.

Reporting/Results Matrix/TCM: During the preparation stage, you are expected to design the operation's results matrix (RM) in the TC Monitoring and Reporting System (TCM) in Convergence; the RM must be presented at QRR as Annex II of the TC document. Prior to QRR, the Office of Strategic Planning and Development Effectiveness (SPD) is available to support you with the review of the RM. Requests for this support should be sent to SPD-SMO@iadb.org.

During project execution, the RM will be used to track the TC's quantitative progress, while the major factors affecting the progress and results of the operation should be registered in TCM's Findings and Recommendations section. The information registered in TCM is essential for the development of reports for the IDB Board and Donors. The visibility of these results is pivotal for future mobilization of resources and subsequent financing of projects like this.

Justification for Bank-Executed Operations (BEO) and Procurement Issues: In the case of Bank-executed operations (BEO) the [revised Annex 10](#) of the operational guidelines for technical cooperation operations (GN-2629-1) sets out specific circumstances under which the Bank may assume the responsibility of selecting and hiring consulting services. The TC Document will have to include a description of these circumstances that justify the Bank's involvement in the execution of the TC. In addition, please take into account that with respect to procurement that the Bank: (a) will only hire consulting services (firms and individuals) and not works or purchase goods; and (b) may hire individual consultants in accordance with the guidelines set out in the AM-650. The procurement process for consulting firms of intellectual nature follows the Bank's new Policy for the Selection and Contracting of Consulting Firms for Bank-executed Operational Work (GN-2765-1) and related Operational Guidelines (OP-1155-4) which went into effect on January 1, 2017. For inquiries regarding additional procurement issues and the associated **procurement platform** in Convergence (BEO), please contact BDA/ACP.

Regards,

Kim, Byoung
GCM Single Window

