

INTEGRATED SAFEGUARDS DATA SHEET

IDENTIFICATION / CONCEPT STAGE

Report No.: ISDSC17599

Date ISDS Prepared/Updated: 11-Aug-2016

I. BASIC INFORMATION

A. Basic Project Data

Country:	Ethiopia	Project ID:	P159798
Project Name:	Ethiopia EITI (Grant II)		
Team Leader(s):	Kirsten Lori Hund		
Estimated Date of Approval:	21-Nov-2016		
Managing Unit:	GEEX1	Lending Instrument:	IPF
Financing (in USD Million)			
Total Project Cost:	0.375	Total Bank Financing:	0
Financing Gap:	0		
Financing Source			Amount
Extractives Global Programmatic Support			0.375
Environment Category:	C - Not Required		

B. Project Development Objective(s)

The development objective of the grant is to support the effective implementation of the Extractive Industries Transparency Initiative in Ethiopia. Specifically, the grant will support the National Steering Committee (i.e. Multi-Stakeholder Group), and the Implementation Secretariat (National EITI Secretariat) in Ethiopia in implementing the activities and processes required for Ethiopia to successfully undergo Validation in accordance with the EITI Standard, 2016.

C. Project Description

A. Rationale for EITI Grant

The EITI in Ethiopia has been titled EEITI, and is overseen by the National Steering Committee (which is the national Multi-Stakeholder Group), which has regular meetings. The Honorable Minister of Minerals, petroleum and Natural Gas, Ethiopia functions as the EEITI chair, while the State Minister of Mines is the deputy-chair of EEITI. An Implementation Secretariat (national EITI Secretariat) has been housed within the ministry of Minerals, Petroleum and Natural Gas to conduct day-to-day activities.

The National Steering Committee has created a draft work-plan for the year 2017, and is in the process of finalizing its work-plan to implement EITI. The Government of Ethiopia (GoE) has requested technical as well as financial assistance from the World Bank to support EITI implementation, given the latter's global expertise in assisting countries to implement EITI. And

considering that we have been supporting them successfully over the past 2 years.

B. The activities to be financed by the Grant include the following:

Proposed Activity and indicative Date of Delivery

Capacity Building and Training

Capacity building workshops for EITI stakeholders completed for:

- Publishing Roadmap for declaring beneficial ownership by January 1, 2017
- Improving participation of Stakeholders
- Reporting regionally on contributions of Artisanal and Small scale Mining (ASM)
- Increasing reporting disclosures along the gold-buying value chain for ASM, i.e. reporting on the further transfers of gold from the Central Bank, and other onward transferees. 2016 Exchange missions to EITI-implementing countries (2016- 2018)

Preparation of Reports

TOR for reconciliation firm completed; and vendor selected (2016, 2017, 2018)

Second EITI Report completed and published (2016)

Third EITI Report completed and published (2017)

Fourth EITI Report completed and published (2018)

Annual Activity Reports published 1st July of each year: (2016, 2017, 2018)

Beneficial Ownership Roadmap published (January 1st, 2017)

Communication and Dissemination Campaign

Website of EEITI properly established and administered (2016-2018)

Implementing EEITI Communications Strategy (2016-2018)

Disseminate EITI Report findings widely using various media / meetings / workshops ➤ (in the Communications Plan (2016-2018)

Broad dissemination of results of EITI Reports at sub-national level (2016-2018)

Operational Support for the Executive Secretariat

Supporting the office of the Implementation Secretariat with adequate infrastructure and staffing needs (2016- 2018)

A description of the above activities is as follows:

(i) Capacity building

- Organize training activities for key stakeholders to increase their understanding of the EITI and to encourage their participation in the implementation of the Initiative. Key stakeholders include National Steering Committee representatives, especially from civil society and broader civil society organizations outside the Committee (both at the local/municipal and national levels) that are involved in transparency and extractive industry issues, business and professional associations, and the media, as well as public institutions relevant to extractive industries and/or transparency, access to information, accountability and Open Government more broadly.

- Organize exchanges with other EITI implementing countries, particularly in Africa.

(ii) Preparation of Reports

- Finance the National Steering committee in conducting ongoing scoping studies on EITI

implementation, and creation of an EITI Reporting Template : including with regard to scope of the reporting sectors; level of detail of the reconciliation/audit process; defining materiality with regard to payments and revenue streams; degree of data disintegration; inclusion/non-inclusion of sub-national, in-kind, and social payments; etc.

- Finance the hiring of an Independent Administrator to prepare the subsequent EITI reports, including the reconciliation of payments made by mining and oil companies to the Government and direct payments by mining companies to specific municipalities.

- Finance the publication of other reports relating to EITI, such as the annual activity reports, beneficial ownership roadmap, etc.

(iii) Awareness-raising / Communication

- Implement the EITI Communications strategy by a communication company to communicate the merits of transparency of mining and oil revenues; the EITI process in Ethiopia and the results of the first EITI Report at the municipal and community level, with the objective of provoking public awareness and debate over these issues.

- Carry out other EITI dissemination activities, including postings in government websites, newspaper articles, press conferences, TV shows and radio spots.

- Set up the EEITI website, along with required contents showing progress on implementation periodically.

- Organize outreach activities by civil society engaged in EITI in rural Ethiopia.

(iv) While performing the above-mentioned activities, gender-based issues shall be mainstreamed into the grant implementation through the following steps:

(a) Representation of Women in the NSC: Ensuring that men and women groups are well represented in the Multi- Stakeholder Groups (MSGs) with an initial minimum target representation of 20% of the entire National Steering Committee across all stakeholder groups, covering not just civil society but also government and industry participation. Women will be included not only as members, but also in leadership positions to avoid the risk of tokenism where women are included but not given equal standing as men. Though the NSC has already been formed, the minimum target representation for women will be encouraged while replenishing/refreshing the MSG membership.

As the EITI implementation in Ethiopia is overseen and monitored by the NSC, this will help ensure that the implementation monitoring team is also gender inclusive.

(b) Gender-Inclusive Participation in Trainings, Workshops and other activities: In funding workshops for civil society organizations, it is important to ensure that the Secretariat has a gender inclusive list in order that men and women participate, contribute and benefit from awareness raising sessions/programs.

(c) Gender-Informed Communication Implementation Plan: In considering the EITI communication and dissemination campaign, easily accessible communication medium will be used which can reach both men and women as target groups in the EITI engagement. For those in remote locations, use of the local leadership to pass messages as well as radio will be explored.

(d) Operational support

- Provide operational support to the Implementation Secretariat, including the procurement of personnel and the purchase of office equipment.

- Provide financial support to civil society members of the National Steering Committee to enable them to participate in the Committee's meetings (i.e. to cover transportation and accommodation costs) if they are based in the same city as the said events.

- Finance operating costs of workshops, including travel costs of the civil society members that will monitor the implementation of the EITI so that they can attend the workshops and meetings with to coordinate the preparation of the EITI Report and assist in communication about EITI.

D. Project location and salient physical characteristics relevant to the safeguard analysis (if known)

The project is an administrative initiative on transparency of sector governance in extractives, and therefore is not associated with any physical extractives operations per-se. No physical-works exist or are envisioned.

E. Borrower's Institutional Capacity for Safeguard Policies

Not applicable as safeguards are not applicable.

F. Environmental and Social Safeguards Specialists on the Team

Maman-Sani Issa (OPSPF)

Nathalie S. Munzberg (OPSPF)

II. SAFEGUARD POLICIES THAT MIGHT APPLY

Safeguard Policies	Triggered?	Explanation (Optional)
Environmental Assessment OP/ BP 4.01	No	No physical works are supported or anticipated under the project. This project is to support the improvement of transparency in the mining sector, and does not involve the installation or modification of any extractive operation that requires environmental assesment.
Natural Habitats OP/BP 4.04	No	No physical works are supported or anticipated under the project. This project is to support the improvement of transparency in the mining sector, and does not involve the installation or modification of any extractive operation that impacts natural habitats.
Forests OP/BP 4.36	No	No physical works are supported or anticipated under the project. This project is to support the improvement of transparency in the mining sector, and does not involve the installation or modification of any extractive operation that impacts forests.
Pest Management OP 4.09	No	No physical works are supported or anticipated under the project. This project is to support the improvement of transparency in the mining sector, and does not involve the installation or modification of any extractive operation, and also does not involve pest management.
Physical Cultural Resources OP/ BP 4.11	No	No physical works are supported or anticipated under the project. This project is to support the improvement of transparency in the mining

		sector, and does not involve the installation or modification of any extractive operation that impacts physical cultural resources
Indigenous Peoples OP/BP 4.10	No	No physical works are supported or anticipated under the project. This project is to support the improvement of transparency in the mining sector, and does not involve the installation or modification of any extractive operation that impacts indigenous peoples.
Involuntary Resettlement OP/BP 4.12	No	No physical works are supported or anticipated under the project. This project is to support the improvement of transparency in the mining sector, and does not involve the installation or modification of any extractive operation that involves involuntary resettlement.
Safety of Dams OP/BP 4.37	No	No physical works are supported or anticipated under the project. This project is to support the improvement of transparency in the mining sector, and does not involve the installation or modification of any extractive operation that concerns the safety of dams.
Projects on International Waterways OP/BP 7.50	No	No physical works are supported or anticipated under the project. This project is to support the improvement of transparency in the mining sector, and does not involve the installation or modification of any extractive operation.
Projects in Disputed Areas OP/BP 7.60	No	No physical works are supported or anticipated under the project. This project is to support the improvement of transparency in the mining sector, and does not involve the installation or modification of any extractive operation in any disputed area.

III. SAFEGUARD PREPARATION PLAN

Appraisal stage ISDS required?: No

IV. APPROVALS

Team Leader(s):	Name: Kirsten Lori Hund	
Approved By:		
Safeguards Advisor:	Name: Nathalie S. Munzberg (SA)	Date: 03-Aug-2016
Practice Manager/ Manager:	Name: Masami Kojima (PMGR)	Date: 11-Aug-2016

¹ Reminder: The Bank's Disclosure Policy requires that safeguard-related documents be disclosed before appraisal (i) at the InfoShop and (ii) in country, at publicly accessible locations and in a form and language that are accessible to potentially affected persons.