

INTERNATIONAL ASSISTANCE PROGRAMS

MILLENNIUM CHALLENGE CORPORATION

Federal Funds

General and special funds:

MILLENNIUM CHALLENGE CORPORATION

For necessary expenses for the "Millennium Challenge Account", **[\$650,000,000] \$2,500,000,000**, to remain available until expended: *Provided*, That of the funds appropriated under this heading, not more than \$50,000,000 may be available for administrative expenses]. (Division D, H.R. 2673, Consolidated Appropriations Bill, FY 2004.)

[SEC. 134. For an additional amount for "Millennium Challenge Corporation", \$350,000,000, to remain available until expended.] (Division H, H.R. 2673, Consolidated Appropriations Bill, FY 2004.)

Program and Financing (in millions of dollars)

Identification code 95-2750-0-1-151	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Country Programs	976	2,473	
00.02 Administrative Expenses	18	27	
10.00 Total new obligations	994	2,500	
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	994	2,500	
23.95 Total new obligations	-994	-2,500	
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	1,000	2,500	
40.35 Appropriation permanently reduced	-6		
43.00 Appropriation (total discretionary)	994	2,500	
Change in obligated balances:			
72.40 Obligated balance, start of year			696
73.10 Total new obligations	994	2,500	
73.20 Total outlays (gross)	-298	-1,148	
74.40 Obligated balance, end of year	696	2,048	
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	298	750	
86.93 Outlays from discretionary balances		398	
87.00 Total outlays (gross)	298	1,148	
Net budget authority and outlays:			
89.00 Budget authority	994	2,500	
90.00 Outlays	298	1,148	

The Millennium Challenge Account (MCA) is a Presidential initiative to generate economic growth in poor countries. The initiative breaks new ground by providing assistance only to countries that have already created the conditions for growth by ruling justly, investing in their people, and encouraging economic freedom, with a particular emphasis on anti-corruption. The 2005 Budget request of \$2.5 billion makes a significant second year increase in the MCA and paves the way to reaching the President's commitment of \$5 billion per year for the MCA beginning in 2006. In its second year of operation, the number of countries participating in the MCA is likely to increase. In 2005, all countries with a per capita income less than the historical International Development Association (IDA) cutoff for assistance (currently \$1,415) will be considered for participation. By 2006, the third year of the MCA, country eligibility will broaden to include nations below the current IDA cutoff for lower middle income countries (currently \$2,935). Once selected for the MCA, each country will develop a plan for using MCA resources with input from the public and private sector and then work in partnership with the Millennium Challenge Corporation

(MCC). In furtherance of achieving their growth objectives in a transparent and accountable way, the MCC will assist countries to assess and improve their financial management, fiscal transparency, and statistical capacity to manage MCA funds and measure results. The MCC will approve multi-year proposals that have clear measurable objectives, a sound financial plan, and benchmarks for assessing progress toward the achievement of the objectives.

Object Classification (in millions of dollars)

Identification code 95-2750-0-1-151	2003 actual	2004 est.	2005 est.
11.1 Personnel compensation: Full-time permanent		6	9
12.1 Civilian personnel benefits		2	3
21.0 Travel and transportation of persons		2	3
23.2 Rental payments to others		1	2
23.3 Communications, utilities, and miscellaneous charges		2	2
25.2 Other services		4	6
26.0 Supplies and materials		1	2
41.0 Grants, subsidies, and contributions		976	2,473
99.9 Total new obligations		994	2,500

Personnel Summary

Identification code 95-2750-0-1-151	2003 actual	2004 est.	2005 est.
1001 Total compensable workyears: Civilian full-time equivalent employment		50	100

INTERNATIONAL SECURITY ASSISTANCE

Federal Funds

General and special funds:

ECONOMIC SUPPORT FUND

(INCLUDING TRANSFER OF FUNDS)

For necessary expenses to carry out the provisions of chapter 4 of part II, **[\$2,132,500,000] \$2,520,000,000**, to remain available until September 30, **[2005] 2006: Provided**, That **[of the]** funds appropriated under this heading, not less than \$480,000,000 shall be **that are** available only for Israel, which sum shall be available on a grant basis as a cash transfer and shall be disbursed within 30 days of the enactment of this Act, or by October 31, 2004, whichever is later: *Provided further*, **[That not less than \$575,000,000 shall be available only for Egypt, which sum shall be provided on a grant basis, and of which sum cash transfer assistance shall be provided with the understanding that Egypt will undertake significant economic reforms which are additional to those which were undertaken in previous fiscal years, and of which not less than \$200,000,000 shall be provided as Commodity Import Program assistance: Provided further, That in exercising the authority to provide cash transfer assistance for Israel, the President shall ensure that the level of such assistance does not cause an adverse impact on the total level of nonmilitary exports from the United States to such country and that Israel enters into a side letter agreement in an amount proportional to the fiscal year 1999 agreement: Provided further, That of the funds appropriated under this heading, not less than \$250,000,000 should be made available only for assistance for Jordan: Provided further, That of the funds appropriated under this heading, up to \$1,000,000 should be used to further legal reforms in the West Bank and Gaza, including judicial training on commercial disputes and ethics: Provided further, That funds appropriated under this heading shall be made available for administrative costs of the United States Agency for International Development to implement regional programs in Asia and the Near East, including the Middle East Partnership Initiative, in addition to amounts otherwise available for such purposes: Provided further, That \$13,500,000 of the**

General and special funds—Continued

ECONOMIC SUPPORT FUND—Continued
(INCLUDING TRANSFER OF FUNDS)—Continued

funds appropriated under this heading shall be made available for Cyprus to be used only for scholarships, administrative support of the scholarship program, bicomunal projects, and measures aimed at reunification of the island and designed to reduce tensions and promote peace and cooperation between the two communities on Cyprus: *Provided further*, That \$35,000,000 of the funds appropriated under this heading shall be made available for assistance for Lebanon, of which not less than \$4,000,000 should be made available for American educational institutions for scholarships and other programs: *Provided further*, That notwithstanding section 534(a) of this Act, funds appropriated under this heading that are made available for assistance for the Central Government of Lebanon shall be subject to the regular notification procedures of the Committees on Appropriations: *Provided further*, That of the funds appropriated under this heading, not less than \$22,500,000 shall be made available for assistance for the Democratic Republic of Timor-Leste, of which up to \$1,000,000 may be available for administrative expenses of the United States Agency for International Development: *Provided further*, That of the funds appropriated under this heading, not less than \$1,500,000 should be made available for technical assistance for countries to implement and enforce the Kimberley Process Certification Scheme: *Provided further*, That funds appropriated under this heading should be made available to support the development of justice and reconciliation mechanisms in the Democratic Republic of the Congo, Rwanda, Burundi, and Uganda, including programs to improve local capacity to prevent and respond to gender-based violence: *That funds made available under this heading in this Act of prior Acts making appropriations for foreign operations, export financing, and related programs may be used, notwithstanding any other provision of law, to establish and operate one or more enterprise funds in the Middle East region: Provided further*, That provisions contained in section 201 of the support for East European Democracy (SEED) Act of 1989 (excluding the authorizations of appropriations provided in subsection (b) of that section) shall apply with respect to such enterprise funds: *Provided further*, That funds appropriated under this heading may be used, notwithstanding any other provision of law, to provide assistance to the National Democratic Alliance of Sudan to strengthen its ability to protect civilians from attacks, slave raids, and aerial bombardment by the Sudanese Government forces and its militia allies, and the provision of such funds shall be subject to the regular notification procedures of the Committees on Appropriations: *Provided further*, That not to exceed \$200,000,000 appropriated under this heading may be used for the costs, as defined in section 502 of the Congressional Budget Act of 1974, of modifying direct loans and guarantees for Pakistan: *Provided further*, That amounts that are made available under the previous proviso for the cost of modifying direct loans and guarantees shall not be considered “assistance” for the purposes of provisions of law limiting assistance to a country. **¶** *Provided further*, That in the previous proviso, the term “assistance” includes non-lethal, non-food aid such as blankets, medicine, fuel, mobile clinics, water drilling equipment, communications equipment to notify civilians of aerial bombardment, non-military vehicles, tents, and shoes: *Provided further*, That of the funds appropriated under this heading, not less than \$1,750,000 should be made available for East Asia and Pacific Environment Initiatives: *Provided further*, That of the funds appropriated under this heading, \$5,000,000 shall be made available to continue to support the provision of wheelchairs for needy persons in developing countries: *Provided further*, That funds appropriated under this heading that are made available for a Middle East Financing Facility, Middle East Enterprise Fund, or any other similar entity in the Middle East shall be subject to the regular notification procedures of the Committees on Appropriations: *Provided further*, That with respect to funds appropriated under this heading in this Act or prior Acts making appropriations for foreign operations, export financing, and related programs, the responsibility for policy decisions and justifications for the use of such funds, including whether there will be a program for a country that uses those funds and the amount of each such program, shall be the responsibility of the Secretary of State and the Deputy Secretary of State and this responsibility shall not be delegated: *Provided further*, That of the funds appropriated in Public Law 108–106 under the heading “Iraq Relief and Reconstruction Fund”, up to \$100,000,000 may be transferred to and consolidated with funds appropriated by this Act under this heading and made

available for Turkey, and up to \$30,000,000 may be transferred to and consolidated with funds appropriated by this Act under this heading and made available for the Middle East Partnership Initiative: *Provided further*, That funds appropriated under this heading shall be made available for programs and countries in the amounts contained in the table accompanying the joint explanatory statement of the managers accompanying this Act: *Provided further*, That any proposed increases or decreases to the amounts contained in such table shall be subject to the regular notification procedures of the Committees on Appropriations and section 634A of the Foreign Assistance Act of 1961 and notifications shall be transmitted at least 15 days in advance of the obligation of funds. **¶** (Division D, H.R. 2673, Consolidated Appropriations Bill, FY 2004.)

¶ For an additional amount for “Economic Support Fund”, \$872,000,000, to remain available until December 31, 2004: *Provided*, That not less than \$672,000,000 is available only for accelerated assistance for Afghanistan: *Provided further*, That these funds are available notwithstanding section 660 of the Foreign Assistance Act of 1961, and section 620(q) of that Act or any comparable provision of law: *Provided further*, That these funds may be used for activities related to disarmament, demobilization, and reintegration of militia combatants, including registration of such combatants, notwithstanding section 531(e) of the Foreign Assistance Act of 1961: *Provided further*, That the obligation of funds made available by this Act or any prior appropriations Act for the purpose of deploying and supporting senior advisors to the United States Chief of Mission in Kabul, Afghanistan, is subject to the regular reprogramming and notification procedures of the Committees on Appropriations and section 634A of the Foreign Assistance Act of 1961: *Provided further*, That \$60,000,000 should be made available for assistance for Afghan women and girls and \$5,000,000 shall be made available for the Afghan Independent Human Rights Commission: *Provided further*, That not less than \$8,000,000 is available only for the provision of adequate dedicated air transport and support for civilian personnel at provincial reconstruction team sites: *Provided further*, That upon the receipt by the Speaker of the House of Representatives and the President of the Senate of a determination by the President that the Government of Pakistan is cooperating with the United States in the global war on terrorism, not to exceed \$200,000,000 appropriated under this heading may be used for the costs, as defined in section 502 of the Congressional Budget Act of 1974, of modifying direct loans and guarantees for Pakistan: *Provided further*, That amounts that are made available under the previous proviso for the cost of modifying direct loans and guarantees shall not be considered “assistance” for the purposes of provisions of law limiting assistance to a country. **¶** (Emergency Supplemental Appropriations Act for Defense and for the Reconstruction of Iraq and Afghanistan, 2004.)

INTERNATIONAL FUND FOR IRELAND

¶ For necessary expenses to carry out the provisions of chapter 4 of part II of the Foreign Assistance Act of 1961, \$18,500,000, which shall be available for the United States contribution to the International Fund for Ireland and shall be made available in accordance with the provisions of the Anglo-Irish Agreement Support Act of 1986 (Public Law 99–415): *Provided*, That such amount shall be expended at the minimum rate necessary to make timely payment for projects and activities: *Provided further*, That funds made available under this heading shall remain available until September 30, 2005. **¶** (Division D, H.R. 2673, Consolidated Appropriations Bill, FY 2004.)

Program and Financing (in millions of dollars)

Identification code 72–1037–0–1–152	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Direct Program Activity	4,122	4,387	2,520
10.00 Total new obligations	4,122	4,387	2,520
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	701	1,127	.....
22.00 New budget authority (gross)	4,597	3,110	2,520
22.10 Resources available from recoveries of prior year obligations	8	.....	.....
22.21 Unobligated balance transferred to other accounts	–58	–3	.....
22.22 Unobligated balance transferred from other accounts .....	.....	153	.....
23.90 Total budgetary resources available for obligation	5,248	4,387	2,520
23.95 Total new obligations	–4,122	–4,387	–2,520
24.40 Unobligated balance carried forward, end of year	1,127	.....	.....

New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation (regular)	2,295	2,151	2,520
40.00	Appropriation (FY 2003 supp)	2,422		
40.00	Appropriation (FY 2004 supp)		872	
40.35	Appropriation permanently reduced	-15	-13	
41.00	Transferred to other accounts	-205		
42.00	Transferred from other accounts	100	100	
43.00	Appropriation (total discretionary)	4,597	3,110	2,520
Change in obligated balances:				
72.40	Obligated balance, start of year	3,323	4,008	4,635
73.10	Total new obligations	4,122	4,387	2,520
73.20	Total outlays (gross)	-3,429	-3,760	-3,278
73.40	Adjustments in expired accounts (net)	1		
73.45	Recoveries of prior year obligations	-8		
74.40	Obligated balance, end of year	4,008	4,635	3,877
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	1,681	1,461	911
86.93	Outlays from discretionary balances	1,748	2,299	2,367
87.00	Total outlays (gross)	3,429	3,760	3,278
Net budget authority and outlays:				
89.00	Budget authority	4,597	3,110	2,520
90.00	Outlays	3,429	3,760	3,278

This account supports U.S. foreign policy objectives by providing economic assistance to allies and countries in transition to democracy, supporting Middle East peace negotiations, and financing economic stabilization programs, frequently in a multi-donor context. Key objectives include:

1) Supporting strategically significant friends and allies through assistance designed to increase the role of the private sector in the economy, reduce government controls over markets, enhance job creation, and improve economic growth.

2) Developing and strengthening institutions necessary for sustainable democracy. Typical areas of assistance include technical assistance to administer and monitor elections, capacity-building for non-governmental organizations, judicial training, and women's participation in politics. Assistance is also provided to support the transformation of the public sector to encourage democratic development, including training to improve public administration, promote decentralization, strengthen local governments, parliaments, independent media and non-governmental organizations.

3) Strengthening the capacity to manage the human dimension of the transition to democracy and a market economy and to help sustain the neediest sectors of the population during the transition period.

Object Classification (in millions of dollars)				
Identification code 72-1037-0-1-152				
25.2	Other services	85	65	50
41.0	Grants, subsidies, and contributions	4,037	4,322	2,470
99.9	Total new obligations	4,122	4,387	2,520

ECONOMIC SUPPORT FUND TRANSFER ACCOUNT

Program and Financing (in millions of dollars)				
Identification code 11-1044-0-1-151				
Change in obligated balances:				
72.40	Obligated balance, start of year	1	1	
73.20	Total outlays (gross)		-1	
74.40	Obligated balance, end of year	1		
Outlays (gross), detail:				
86.93	Outlays from discretionary balances		1	
Net budget authority and outlays:				
89.00	Budget authority			
90.00	Outlays		1	

CENTRAL AMERICA AND THE CARIBBEAN EMERGENCY DISASTER RECOVERY FUND

Program and Financing (in millions of dollars)				
Identification code 72-1096-0-1-151				
2003 actual				
2004 est.				
2005 est.				
Obligations by program activity:				
00.01	Direct Program Activity		1	
10.00	Total new obligations (object class 41.0)		1	
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year		1	
23.95	Total new obligations		-1	
24.40	Unobligated balance carried forward, end of year	1		
Change in obligated balances:				
72.40	Obligated balance, start of year	113	90	61
73.10	Total new obligations		1	
73.20	Total outlays (gross)	-22	-30	-30
74.40	Obligated balance, end of year	90	61	31
Outlays (gross), detail:				
86.93	Outlays from discretionary balances	22	30	30
Net budget authority and outlays:				
89.00	Budget authority			
90.00	Outlays	22	30	30

FOREIGN MILITARY FINANCING PROGRAM

(INCLUDING TRANSFER OF FUNDS)

For expenses necessary for grants to enable the President to carry out the provisions of section 23 of the Arms Export Control Act, [\$4,294,000,000] \$4,957,500,000: *Provided*, [That of the funds appropriated under this heading, not less than \$2,160,000,000 shall be available for grants only for Israel, and not less than \$1,300,000,000 shall be made available for grants only for Egypt: *Provided further*,] That the funds appropriated by this paragraph for Israel shall be disbursed within 30 days of the enactment of this Act or by October 31, 2004 whichever is later: *Provided further*, That to the extent that the Government of Israel requests that funds be used for such purposes, grants made available for Israel by this paragraph shall, as agreed by Israel and the United States, be available for advanced weapons systems, of which not less than \$568,000,000 shall be available for the procurement in Israel of defense articles and defense services, including research and development: *Provided further*, That of the funds appropriated by this paragraph, \$206,000,000 should be made available for assistance for Jordan: *Provided further*, That of the funds appropriated by this paragraph, \$17,000,000 may be transferred to and merged with funds appropriated under the heading "Andean Counterdrug Initiative" and made available for aircraft and related assistance for the Colombian National Police: *Provided further*, That funds appropriated by this paragraph shall be nonrepayable notwithstanding any requirement in section 23 of the Arms Export Control Act: *Provided further*, That funds made available under this paragraph shall be obligated upon apportionment in accordance with paragraph (5)(C) of title 31, United States Code, section 1501(a).

None of the funds made available under this heading shall be available to finance the procurement of defense articles, defense services, or design and construction services that are not sold by the United States Government under the Arms Export Control Act unless the foreign country proposing to make such procurements has first signed an agreement with the United States Government specifying the conditions under which such procurements may be financed with such funds: [Provided, That all country and funding level increases in allocations shall be submitted through the regular notification procedures of section 515 of this Act: *Provided further*, That none of the funds appropriated under this heading shall be available for assistance for Sudan, Guatemala and Liberia:] *Provided further*, That funds made available under this heading may be used, notwithstanding any other provision of law, for demining, the clearance of unexploded ordnance, and related activities, and may include activities implemented through nongovernmental and international organizations: [Provided further, That the authority contained in the previous proviso or any other provision of law relating to the use of funds for programs under this heading, including provisions contained in previously enacted appropriations Acts, shall not apply to activities relating to the clearance of unexploded ordnance resulting from

General and special funds—Continued

FOREIGN MILITARY FINANCING PROGRAM—Continued

(INCLUDING TRANSFER OF FUNDS)—Continued

United States Armed Forces testing or training exercises: *Provided further*, That the previous proviso shall not apply to San Jose Island, Republic of Panama: *Provided further*, That only those countries for which assistance was justified for the “Foreign Military Sales Financing Program” in the fiscal year 1989 congressional presentation for security assistance programs may utilize funds made available under this heading for procurement of defense articles, defense services or design and construction services that are not sold by the United States Government under the Arms Export Control Act: *Provided further*, That funds appropriated under this heading shall be expended at the minimum rate necessary to make timely payment for defense articles and services: *Provided further*, That not more than \$40,500,000 of the funds appropriated under this heading may be obligated for necessary expenses, including the purchase of passenger motor vehicles for replacement only for use outside of the United States, for the general costs of administering military assistance and sales: *Provided further*, That not more than **[\$361,000,000]** \$367,000,000 of funds realized pursuant to section 21(e)(1)(A) of the Arms Export Control Act may be obligated for expenses incurred by the Department of Defense during fiscal year **[2004]** 2005 pursuant to section 43(b) of the Arms Export Control Act, except that this limitation may be exceeded only through the regular notification procedures of the Committees on Appropriations: *Provided further*, That foreign military financing program funds estimated to be outlayed for Egypt during fiscal year **[2004]** 2005 shall be transferred to an interest bearing account for Egypt in the Federal Reserve Bank of New York within 30 days of enactment of this Act or by October 2004, whichever is later. (Division D, H.R. 2673, Consolidated Appropriations Bill, FY 2004.)

[For an additional amount for the “Foreign Military Financing Program”, \$287,000,000, for accelerated assistance for Afghanistan.] (Emergency Supplemental Appropriations Act for Defense and for the Reconstruction of Iraq and Afghanistan, 2004.)

Program and Financing (in millions of dollars)

Identification code 11–1082–0–1–152	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
Direct program:			
00.01 Country grants	6,260	4,576	4,918
00.09 Administrative Expenses	39	40	40
01.92 Total Direct Obligations	6,299	4,616	4,958
10.00 Total new obligations	6,299	4,616	4,958
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	308		
22.00 New budget authority (gross)	5,992	4,539	4,958
22.22 Unobligated balance transferred from other accounts		77	
23.90 Total budgetary resources available for obligation	6,300	4,616	4,958
23.95 Total new obligations	–6,299	–4,616	–4,958
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	4,072	4,294	4,958
40.00 Appropriation (FY 2003 supp)	2,059		
40.00 Appropriation (FY 2004 supp)		287	
40.35 Appropriation permanently reduced	–26	–25	
41.00 Transferred to other accounts	–113	–17	
43.00 Appropriation (total discretionary)	5,992	4,539	4,958
Change in obligated balances:			
72.40 Obligated balance, start of year	1,934	2,484	1,669
73.10 Total new obligations	6,299	4,616	4,958
73.20 Total outlays (gross)	–5,750	–5,432	–4,483
74.40 Obligated balance, end of year	2,484	1,669	2,144
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	3,601	3,109	3,297
86.93 Outlays from discretionary balances	2,149	2,323	1,186
87.00 Total outlays (gross)	5,750	5,432	4,483
Net budget authority and outlays:			
89.00 Budget authority	5,992	4,539	4,958
90.00 Outlays	5,750	5,432	4,483

The foreign military financing (FMF) program enables selected friendly and allied countries to improve their ability to defend themselves by financing their acquisition of U.S. military articles, services, and training. This account provides the grant financing portion of the FMF program. Credit financing, in the form of direct loans, is provided in the FMF loan program account.

Object Classification (in millions of dollars)

Identification code 11–1082–0–1–152	2003 actual	2004 est.	2005 est.
25.2 Other services	39	40	40
41.0 Grants	6,260	4,576	4,918
99.9 Total new obligations	6,299	4,616	4,958

INTERNATIONAL MILITARY EDUCATION AND TRAINING

For necessary expenses to carry out the provisions of section 541 of the Foreign Assistance Act of 1961, **[\$91,700,000]** \$89,730,000, of which up to \$3,000,000 may remain available until expended: *Provided*, That the civilian personnel for whom military education and training may be provided under this heading may include civilians who are not members of a government whose participation would contribute to improved civil-military relations, civilian control of the military, or respect for human rights: *Provided further*, That funds appropriated under this heading for military education and training for Guatemala may only be available for expanded international military education and training, and funds made available for Algeria, Cambodia, Nigeria and Guatemala may only be provided through the regular notification procedures of the Committees on Appropriations. (Division D, H.R. 2673, Consolidated Appropriations Bill, FY 2004.)

Program and Financing (in millions of dollars)

Identification code 11–1081–0–1–152	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Direct Program Activity	80	92	90
10.00 Total new obligations	80	92	90
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	1	1	
22.00 New budget authority (gross)	79	91	90
23.90 Total budgetary resources available for obligation	80	92	90
23.95 Total new obligations	–80	–92	–90
24.40 Unobligated balance carried forward, end of year	1		
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	80	92	90
40.35 Appropriation permanently reduced	–1	–1	
43.00 Appropriation (total discretionary)	79	91	90
Change in obligated balances:			
72.40 Obligated balance, start of year	55	60	61
73.10 Total new obligations	80	92	90
73.20 Total outlays (gross)	–71	–89	–90
73.40 Adjustments in expired accounts (net)	–5		
74.40 Obligated balance, end of year	60	61	60
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	36	46	46
86.93 Outlays from discretionary balances	35	43	44
87.00 Total outlays (gross)	71	89	90
Net budget authority and outlays:			
89.00 Budget authority	79	91	90
90.00 Outlays	70	89	90

This assistance provides grants for military education and training to military and civilian students from foreign countries. In addition to helping these countries move toward self-sufficiency in defending themselves, this program also exposes foreign students to American democratic values, particularly military respect for civilian control and for internationally recognized standards of individual and human rights.

Object Classification (in millions of dollars)

Identification code 11-1081-0-1-152	2003 actual	2004 est.	2005 est.
26.0 Supplies and materials	8	9	8
41.0 Grants, subsidies, and contributions	72	83	82
99.9 Total new obligations	80	92	90

PEACEKEEPING OPERATIONS

For necessary expenses to carry out the provisions of section 551 of the Foreign Assistance Act of 1961, **[\$74,900,000: Provided, That none of the funds appropriated under this heading shall be obligated or expended except as provided through the regular notification procedures of the Committees on Appropriations] \$104,000,000.** (Division D, H.R. 2673, Consolidated Appropriations Bill, FY 2004.)

Program and Financing (in millions of dollars)

Identification code 72-1032-0-1-152	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Direct Program Activity	200	168	104
10.00 Total new obligations (object class 41.0)	200	168	104
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	29	43	
22.00 New budget authority (gross)	214	124	104
23.90 Total budgetary resources available for obligation	243	167	104
23.95 Total new obligations	-200	-168	-104
24.40 Unobligated balance carried forward, end of year	43		
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	214	125	104
40.35 Appropriation permanently reduced		-1	
43.00 Appropriation (total discretionary)	214	124	104
Change in obligated balances:			
72.40 Obligated balance, start of year	93	115	95
73.10 Total new obligations	200	168	104
73.20 Total outlays (gross)	-182	-188	-160
73.40 Adjustments in expired accounts (net)	4		
74.40 Obligated balance, end of year	115	95	39
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	88	86	72
86.93 Outlays from discretionary balances	94	102	88
87.00 Total outlays (gross)	182	188	160
Net budget authority and outlays:			
89.00 Budget authority	214	124	104
90.00 Outlays	182	188	160

This account funds U.S. assistance to international efforts to monitor and maintain the peace in areas of special concern to the United States, and provides funds to other related programs carried out in furtherance of the national security interests of the United States. In 2004, contributions are planned for programs in Africa, the Multinational Force and Observers in the Sinai, Organization for Security and Cooperation in Europe (OSCE) activities in Bosnia, Croatia, and Kosovo, and other activities.

UNITED STATES EMERGENCY FUND FOR COMPLEX FOREIGN CRISES
(Legislative proposal, not subject to PAYGO)

For necessary expenses to enable the President to respond to or prevent unforeseen complex foreign crises, \$100,000,000, to remain available until expended: *Provided, That funds appropriated under this heading may be made available only pursuant to a determination by the President that it is in the national interest to furnish assistance on such terms and conditions as he may determine for the purpose of preventing or responding to unforeseen complex foreign crises, including support for peace and humanitarian intervention operations to prevent or respond to foreign territorial disputes, armed ethnic and civil conflicts that pose threats to regional and international*

peace, and acts of ethnic cleansing, mass killing, or genocide: Provided further, That none of the funds appropriated under this heading shall be available to respond to natural disasters: Provided further, That from funds appropriated under this heading the President may make allocations to Federal agencies to carry out the authorities provided under this heading: Provided further, That the President may furnish assistance under this heading notwithstanding any other provision of law.

Program and Financing (in millions of dollars)

Identification code 11-2300-2-1-152	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Direct Program Activity			30
10.00 Total new obligations (object class 41.0)			30
Budgetary resources available for obligation:			
22.00 New budget authority (gross)			100
23.95 Total new obligations			-30
24.40 Unobligated balance carried forward, end of year			70
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation			100
Change in obligated balances:			
73.10 Total new obligations			30
73.20 Total outlays (gross)			-25
74.40 Obligated balance, end of year			5
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority			25
Net budget authority and outlays:			
89.00 Budget authority			100
90.00 Outlays			25

This is a proposal for a new appropriation that is intended to assist the President to quickly and effectively respond to or prevent unforeseen complex foreign crises by providing resources that can be drawn upon at the onset of a crisis. This appropriation will be used to fund a range of foreign assistance activities, including support for peace and humanitarian intervention operations to prevent or respond to foreign territorial disputes, armed ethnic and civil conflicts that pose threats to regional and international peace, and acts of ethnic cleansing, mass killing or genocide. Use of this appropriation will require a determination by the President that a complex emergency exists and that it is in the national interest to furnish assistance in response. This appropriation will not fund assistance activities in response to natural disasters because existing contingency funding is available for that purpose.

NONPROLIFERATION, ANTI-TERRORISM, DEMINING AND RELATED PROGRAMS

For necessary expenses for nonproliferation, anti-terrorism, demining and related programs and activities, **[\$353,500,000] \$415,200,000**, to carry out the provisions of chapter 8 of part II of the Foreign Assistance Act of 1961 for anti-terrorism assistance, chapter 9 of part II of the Foreign Assistance Act of 1961, section 504 of the FREEDOM Support Act, section 23 of the Arms Export Control Act or the Foreign Assistance Act of 1961 for demining activities, the clearance of unexploded ordnance, the destruction of small arms, and related activities, notwithstanding any other provision of law, including activities implemented through nongovernmental and international organizations, and section 301 of the Foreign Assistance Act of 1961 for a voluntary contribution to the International Atomic Energy Agency (IAEA), and for a United States contribution to the Comprehensive Nuclear Test Ban Treaty Preparatory Commission: *Provided, That of this amount not to exceed [\$30,000,000] \$34,500,000*, to remain available until expended, may be made available for the Nonproliferation and Disarmament Fund, notwithstanding any other provision of law, to promote bilateral and multilateral activities relating to nonproliferation and disarmament: *Provided further, That such funds may also be used for such countries other than the Independent States of the former Soviet Union and international organizations when it is in the national security interest*

General and special funds—Continued

NONPROLIFERATION, ANTI-TERRORISM, DEMINING AND RELATED PROGRAMS—Continued

of the United States to do so: *Provided further*, That funds appropriated under this heading may be made available for the International Atomic Energy Agency only if the Secretary of State determines (and so reports to the Congress) that Israel is not being denied its right to participate in the activities of that Agency: *Provided further*, That funds available during fiscal year 2004 for a contribution to the Comprehensive Nuclear Test Ban Treaty Preparatory Commission and that are not necessary to make the United States contribution to the Commission in the amount assessed for fiscal year 2004 shall be made available for a voluntary contribution to the International Atomic Energy Agency and shall remain available until September 30, 2005: *Provided further*, That of the funds made available for demining and related activities, not to exceed **[\$690,000]** \$700,000, in addition to funds otherwise available for such purposes, may be used for administrative expenses related to the operation and management of the demining program: *Provided further*, That the Secretary of State is authorized to provide, from funds appropriated under this heading in this and subsequent Acts making appropriations for foreign operations, export financing and related programs, not to exceed \$250,000 for public-private partnerships for mine action by grant, cooperative agreement, or contract: *Provided further*, That funds appropriated under this heading shall be made available for programs and countries in the amounts contained in the table accompanying the joint explanatory statement of the managers accompanying this Act: *Provided further*, That any proposed increases or decreases to the amounts contained in such table shall be subject to the regular notification procedures of the Committees on Appropriations and section 634A of the Foreign Assistance Act of 1961 and notifications shall be transmitted at least 15 days in advance of the obligation of funds. (Division D, H.R. 2673, Consolidated Appropriations Bill, FY 2004.)

[For an additional amount for “Nonproliferation, Anti-Terrorism, Demining and Related Programs”, \$35,000,000, for accelerated assistance for Afghanistan.] (Emergency Supplemental Appropriations Act for Defense and for the Reconstruction of Iraq and Afghanistan, 2004.)

Program and Financing (in millions of dollars)

Identification code 11–1075–0–1–152	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Nonproliferation and Disarmament Fund	17	45	35
00.02 Export Control Assistance	36	36	38
00.03 International Science and Technology Centers/Biological Weapons Redirection	52	50	.....
00.04 Anti-terrorism Supplemental Projects	84	45	.....
00.05 IAEA Voluntary Contribution	53	51	53
00.06 CTBT International Monitoring System	14	19	19
00.07 Nonproliferation of WMD Expertise .....	.....	.....	50
00.08 Anti-terrorism Assistance	66	97	128
00.09 Terrorist Interdiction Program	5	5	5
00.10 Counterterrorism Financing .....	.....	.....	8
00.11 Humanitarian Demining Programs	49	50	60
00.13 Small Arms Destruction	3	3	9
00.14 Emergency Response Fund Projects	4	.....	.....
00.17 Korea Peninsula Econ Dev.	4	.....	.....
00.18 International Trust Fund	10	10	10
09.01 Reimbursable program	14	.....	.....
10.00 Total new obligations	411	411	415
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	107	32	17
22.00 New budget authority (gross)	337	386	415
22.10 Resources available from recoveries of prior year obligations	7	.....	.....
22.22 Unobligated balance transferred from other accounts .....	.....	10	.....
23.90 Total budgetary resources available for obligation	451	428	432
23.95 Total new obligations	–411	–411	–415
23.98 Unobligated balance expiring or withdrawn	–10	.....	.....
24.40 Unobligated balance carried forward, end of year	32	17	17
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	332	388	415
40.35 Appropriation permanently reduced .....	.....	–2	.....
41.00 Transferred to other accounts	–17	.....	.....
43.00 Appropriation (total discretionary)	315	386	415

Spending authority from offsetting collections:			
68.00 Offsetting collections (cash)	5	.....	.....
68.10 Change in uncollected customer payments from Federal sources (unexpired)	17	.....	.....
68.90 Spending authority from offsetting collections (total discretionary)	22	.....	.....
70.00 Total new budget authority (gross)	337	386	415
Change in obligated balances:			
72.40 Obligated balance, start of year	212	275	251
73.10 Total new obligations	411	411	415
73.20 Total outlays (gross)	–323	–434	–444
73.45 Recoveries of prior year obligations	–7	.....	.....
74.00 Change in uncollected customer payments from Federal sources (unexpired)	–17	.....	.....
74.10 Change in uncollected customer payments from Federal sources (expired)	–1	.....	.....
74.40 Obligated balance, end of year	275	251	222
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	208	251	270
86.93 Outlays from discretionary balances	115	183	174
87.00 Total outlays (gross)	323	434	444
Offsets:			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	–8	.....	.....
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired)	–17	.....	.....
88.96 Portion of offsetting collections (cash) credited to expired accounts	3	.....	.....
Net budget authority and outlays:			
89.00 Budget authority	315	386	415
90.00 Outlays	316	434	444

This account funds contributions to certain organizations supporting nonproliferation, and provides assistance for nonproliferation, demining, anti-terrorism, export control assistance, and other related activities.

Object Classification (in millions of dollars)

Identification code 11–1075–0–1–152	2003 actual	2004 est.	2005 est.
Direct obligations:			
21.0 Travel and transportation of persons	2	2	2
25.2 Other services	190	203	200
25.5 Research and development contracts	20	20	20
31.0 Equipment	10	10	10
41.0 Grants, subsidies, and contributions	175	176	183
99.0 Direct obligations	397	411	415
99.0 Reimbursable obligations	14	.....	.....
99.9 Total new obligations	411	411	415

NON-PROLIFERATION AND DISARMAMENT FUND

Program and Financing (in millions of dollars)

Identification code 11–1071–0–1–152	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Nonproliferation and Disarmament Programs	1	.....	.....
10.00 Total new obligations (object class 25.2)	1	.....	.....
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	1	.....	.....
23.95 Total new obligations	–1	.....	.....
Change in obligated balances:			
72.40 Obligated balance, start of year	7	4	.....
73.10 Total new obligations	1	.....	.....
73.20 Total outlays (gross)	–4	–4	.....
74.40 Obligated balance, end of year	4	.....	.....
Outlays (gross), detail:			
86.93 Outlays from discretionary balances	4	4	.....
Net budget authority and outlays:			
89.00 Budget authority .....	.....	.....	.....
90.00 Outlays	4	4	.....

This account provided financial and technical assistance to support nonproliferation and disarmament efforts in foreign countries, including education and training, elimination of weapons of mass destruction, and development of export control capabilities. Starting in 1997, these activities have been funded from the Nonproliferation, Anti-Terrorism, Demining and Related Programs account. This schedule reflects the spend-out of prior-year obligations.

Credit accounts:

FOREIGN MILITARY FINANCING LOAN PROGRAM ACCOUNT

Program and Financing (in millions of dollars)

Identification code 11-1085-0-1-152	2003 actual	2004 est.	2005 est.
Change in obligated balances:			
72.40 Obligated balance, start of year	7		
73.20 Total outlays (gross)	-7		
Outlays (gross), detail:			
86.93 Outlays from discretionary balances	7		
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays	7		

As required by the Federal Credit Reform Act of 1990, this account records the subsidy costs associated with the direct loans obligated for foreign military financing committed in 1992 and after, as well as the administrative expenses of this program. The foreign military financing credit program provides loans that finance sales of defense articles, defense services, and design and construction services to foreign countries and international organizations. The subsidy amounts are estimated on a present value basis; the administrative expenses are estimated on a cash basis.

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)

Identification code 11-1085-0-1-152	2003 actual	2004 est.	2005 est.
Direct loan levels supportable by subsidy budget authority:			
115001 Direct loan levels—DSCA Loan Program	3,800	550	
115901 Total direct loan levels	3,800	550	
Direct loan subsidy (in percent):			
132001 Direct loan levels—DSCA Loan Program	0.00	-0.05	
132901 Weighted average subsidy rate	0.00	-0.05	
Direct loan subsidy budget authority:			
133001 Direct loan levels—DSCA Loan Program			
133901 Total subsidy budget authority			
Direct loan subsidy outlays:			
134001 Direct loan levels—DSCA Loan Program	7		
134901 Total subsidy outlays	7		
Direct loan downward reestimate subsidy budget authority:			
137001 Direct loan levels—DSCA Loan Program	-522	-84	
137901 Total downward reestimate budget authority	-522	-84	

FOREIGN MILITARY FINANCING DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 11-4122-0-3-152	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Direct Loans	3,800	550	
00.02 Interest on Debt to Treasury	116	88	84
08.02 Downward reestimate paid to receipt accounts	397	64	
08.04 Interest due on downward subsidy re-estimate	125	20	
10.00 Total new obligations (object class 33.0)	4,438	722	84

Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	33	45	
22.00 New financing authority (gross)	5,073	1,193	419
22.60 Portion applied to repay debt	-623	-516	-335
23.90 Total budgetary resources available for obligation	4,483	722	84
23.95 Total new obligations	-4,438	-722	-84
24.40 Unobligated balance carried forward, end of year	45		
New financing authority (gross), detail:			
Mandatory:			
67.10 Authority to borrow	4,322	634	
69.00 Offsetting collections (cash)	758	559	419
69.10 Change in uncollected customer payments from Federal sources (unexpired)	-7		
69.90 Spending authority from offsetting collections (total mandatory)	751	559	419
70.00 Total new financing authority (gross)	5,073	1,193	419
Change in obligated balances:			
72.40 Obligated balance, start of year	49	3,711	4,195
73.10 Total new obligations	4,438	722	84
73.20 Total financing disbursements (gross)	-784	-238	-428
74.00 Change in uncollected customer payments from Federal sources (unexpired)	7		
74.40 Obligated balance, end of year	3,711	4,195	3,850
87.00 Total financing disbursements (gross)	784	238	428
Offsets:			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Federal sources—subsidy for country direct loans	-7		
88.25 Interest on uninvested funds	-40		
88.40 Non-Federal sources—principal	-586	-464	-343
88.40 Non-Federal sources—interest	-125	-95	-76
88.90 Total, offsetting collections (cash)	-758	-559	-419
Against gross financing authority only:			
88.95 Change in receivables from program accounts	7		
Net financing authority and financing disbursements:			
89.00 Financing authority	4,322	634	
90.00 Financing disbursements	26	-321	9

Status of Direct Loans (in millions of dollars)

Identification code 11-4122-0-3-152	2003 actual	2004 est.	2005 est.
Position with respect to appropriations act limitation on obligations:			
1111 Limitation on direct loans	3,800	550	
1150 Total direct loan obligations	3,800	550	
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	1,847	1,407	1,010
1231 Disbursements: Direct loan disbursements	146	66	344
1251 Repayments: Repayments and prepayments	-586	-463	-343
1290 Outstanding, end of year	1,407	1,010	1,011

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans for foreign military financing obligated in 1992 and after. The foreign military financing credit program provides loans that finance sales of defense articles, defense services, and design and construction services to foreign countries and international organizations. The amounts in this account are a means of financing and are not included in budget totals.

Balance Sheet (in millions of dollars)

Identification code 11-4122-0-3-152	2002 actual	2003 actual	2004 est.	2005 est.
ASSETS:				
1101 Federal assets: Fund balances with Treasury	42	45		
Net value of assets related to post-1991 direct loans receivable:				
1401 Direct loans receivable, gross	1,847	1,407		
1402 Interest receivable	14	8		
1405 Allowance for subsidy cost (-)	-511	-114		

Credit accounts—Continued**FOREIGN MILITARY FINANCING DIRECT LOAN FINANCING ACCOUNT—Continued****Balance Sheet (in millions of dollars)—Continued**

Identification code 11-4122-0-3-152	2002 actual	2003 actual	2004 est.	2005 est.
1499 Net present value of assets related to direct loans	1,350	1,301		
1999 Total assets	1,392	1,346		
LIABILITIES:				
Federal liabilities:				
2103 Debt	1,316	1,346		
2105 Other	76			
2999 Total liabilities	1,392	1,346		
4999 Total liabilities and net position	1,392	1,346		

Note: Consistent with Government-wide practice, information for 2004 and 2005 was not required to be collected.

FOREIGN MILITARY LOAN LIQUIDATING ACCOUNT**Program and Financing (in millions of dollars)**

Identification code 11-4121-0-3-152	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Direct Program Activity—Defaulted Guaranteed Loans with Commercial Banks	18	7	20
00.02 Direct Program Activity—Defaulted Loans with the FFB	15	14	13
00.03 Direct Program Activity—Loan guaranty modification. Adjusting payment to 11X4174		32	
10.00 Total new obligations (object class 33.0)	33	53	33
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	33	53	33
23.95 Total new obligations	-33	-53	-33
New budget authority (gross), detail:			
Mandatory:			
60.00 Appropriation	26	40	8
69.00 Offsetting collections (cash)—from country loans	429	331	321
69.00 Offsetting collections (cash)—from Military Debt Reduction account 11X4174	221		
69.27 Capital transfer to general fund	-409	-95	-76
69.47 Portion applied to repay debt	-234	-223	-220
69.90 Spending authority from offsetting collections (total mandatory)	7	13	25
70.00 Total new budget authority (gross)	33	53	33
Change in obligated balances:			
73.10 Total new obligations	33	53	33
73.20 Total outlays (gross)	-33	-53	-33
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority	33	53	33
Offsets:			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources (debt reduction)	-221		
88.40 Non-Federal sources—loans other than FFB	-195	-108	-101
88.40 Non-Federal sources—FFB loan principal	-234	-223	-220
88.90 Total, offsetting collections (cash)	-650	-331	-321
Net budget authority and outlays:			
89.00 Budget authority	-617	-278	-288
90.00 Outlays	-618	-278	-288

Status of Direct Loans (in millions of dollars)

Identification code 11-4121-0-3-152	2003 actual	2004 est.	2005 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	3,355	2,619	2,350
1231 Disbursements: Direct loan disbursements	7	7	7
1251 Repayments: Repayments and prepayments from country	-371	-276	-271
1261 Adjustments: Capitalized interest	9		

1264 Write-offs for default:			
1264 Other adjustments, net (Jordan loans transferred to 11X4174)	-190		
1264 Other adjustments, net (Loss on Jordan loans transferred to 11X4174)	-17		
1264 Other adjustments, net (Congo loans transferred to 11X4174)	-31		
1264 Other adjustments, net (Loss on Congo Loans transferred to 11X4174)	-143		
1290 Outstanding, end of year	2,619	2,350	2,086

Status of Guaranteed Loans (in millions of dollars)

Identification code 11-4121-0-3-152	2003 actual	2004 est.	2005 est.
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year	3,837	3,496	3,122
2251 Repayments and prepayments	-341	-371	-394
2261 Adjustments: Terminations for default that result in loans receivable		-3	-11
2290 Outstanding, end of year	3,496	3,122	2,717

Memorandum:

2299 Guaranteed amount of guaranteed loans outstanding, end of year	3,146	2,810	2,445
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Addendum:

Cumulative balance of defaulted guaranteed loans that result in loans receivable:			
2310 Outstanding, start of year	10		7
2331 Disbursements for guaranteed loan claims	18	7	20
2364 Other adjustments, net	-28		
2390 Outstanding, end of year		7	27

As required by the Federal Credit Reform Act of 1990, this account records all cash flows to and from the Government resulting from direct loans obligated and loan guarantees for foreign military financing committed prior to 1992. This account is shown on a cash basis and reflects the transactions resulting from loans provided to finance sales of defense articles, defense services, and design and construction services to foreign countries and international organizations. All new foreign military financing credit activity in 1992 and after (including modifications of direct loans or loan guarantees that resulted from obligations or commitments in any year) is recorded in corresponding program and financing accounts.

Balance Sheet (in millions of dollars)

Identification code 11-4121-0-3-152	2002 actual	2003 actual	2004 est.	2005 est.
ASSETS:				
Net value of assets related to pre-1992 direct loans receivable and acquired defaulted guaranteed loans receivable:				
1601 Direct loans, gross	3,355	2,619		
1602 Interest receivable	409	278		
1604 Direct loans and interest receivable, net	3,764	2,897		
1699 Value of assets related to direct loans	3,764	2,897		
1701 Defaulted guaranteed loans, gross	10			
1799 Value of assets related to loan guarantees	10			
1999 Total assets	3,774	2,897		
LIABILITIES:				
Federal liabilities:				
2102 Accrued Interest Payable to FFB	32	24		
2103 Debt—Principal owed to FFB	1,923	1,689		
2104 Resources payable to Treasury	1,819	1,184		
2999 Total liabilities	3,774	2,897		
4999 Total liabilities and net position	3,774	2,897		

Note: Consistent with Government-wide practice, information for 2004 and 2005 was not required to be collected.

MILITARY DEBT REDUCTION FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 11-4174-0-3-152	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Disbursement to commercial bank		32	
00.02 Interest on Debt due to Treasury	11	12	12
08.03 Purchase of assets from liquidating account	221		
10.00 Total new obligations	232	44	12
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year		3	
22.00 New financing authority (gross)	236	47	34
22.60 Portion applied to repay debt	-1	-6	-21
23.90 Total budgetary resources available for obligation	235	44	13
23.95 Total new obligations	-232	-44	-12
24.40 Unobligated balance carried forward, end of year	3		
New financing authority (gross), detail:			
Mandatory:			
67.10 Authority to borrow	221		
69.00 Offsetting collections	13	15	34
69.00 Offsetting collections (subsidy reestimate)	2		
69.00 Offsetting collections (from liquidating account)		32	
69.90 Spending authority from offsetting collections (total mandatory)	15	47	34
70.00 Total new financing authority (gross)	236	47	34
Change in obligated balances:			
73.10 Total new obligations	232	44	12
73.20 Total financing disbursements (gross)	-232	-44	-12
87.00 Total financing disbursements (gross)	232	44	12
Offsets:			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Federal sources—subsidy for purchase of Jordan's loans	-5		
88.00 Federal sources—subsidy reestimate	-2		
88.00 Federal sources—subsidy for Congo debt reduction			-14
88.00 Federal sources—funds received from liquidating account		-32	
88.25 Interest on uninvested funds	-5		
88.40 Non-Federal sources—principal		-4	-6
88.40 Non-Federal sources—interest	-3	-11	-14
88.90 Total, offsetting collections (cash)	-15	-47	-34
Net financing authority and financing disbursements:			
89.00 Financing authority	221		
90.00 Financing disbursements	217	-3	-22

Status of Direct Loans (in millions of dollars)

Identification code 11-4174-0-3-152	2003 actual	2004 est.	2005 est.
Position with respect to appropriations act limitation on obligations:			
1111 Limitation on direct loans		32	
1150 Total direct loan obligations		32	
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	2	223	251
Disbursements:			
1232 Purchase of loans assets from the public		32	
1233 Purchase of loans assets from a liquidating account	221		
1251 Repayments: Repayments and prepayments		-4	-7
1263 Write-offs for default: Direct loans			-14
1290 Outstanding, end of year	223	251	230

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from restructuring foreign military

loans. The amounts in this account are a means of financing and are not included in budget totals.

Balance Sheet (in millions of dollars)

Identification code 11-4174-0-3-152	2002 actual	2003 actual	2004 est.	2005 est.
ASSETS:				
Net value of assets related to post-1991 direct loans receivable:				
1401 Direct loans receivable, gross	2	223		
1499 Net present value of assets related to direct loans	2	223		
1999 Total assets	2	223		
LIABILITIES:				
2103 Federal liabilities: Debt	2	223		
2999 Total liabilities	2	223		
4999 Total liabilities and net position	2	223		

Note: Consistent with Government-wide practice, information for 2004 and 2005 was not required to be collected.

INTERNATIONAL DEVELOPMENT ASSISTANCE
MULTILATERAL ASSISTANCE

Federal Funds

General and special funds:

INTERNATIONAL FINANCIAL INSTITUTIONS

GLOBAL ENVIRONMENT FACILITY

For the United States contribution for the Global Environment Facility, [\$139,240,000] \$120,677,734 to the International Bank for Reconstruction and Development as trustee for the Global Environment Facility, by the Secretary of the Treasury, to remain available until expended. (Division D, H.R. 2673, Consolidated Appropriations Bill, FY 2004.)

Program and Financing (in millions of dollars)

Identification code 11-0077-0-1-151	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Direct Program Activity	147	138	121
10.00 Total new obligations (object class 33.0)	147	138	121
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	7,663	7,663	7,663
22.00 New budget authority (gross)	147	138	121
23.90 Total budgetary resources available for obligation	7,810	7,801	7,784
23.95 Total new obligations	-147	-138	-121
24.40 Unobligated balance carried forward, end of year	7,663	7,663	7,663
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	148	139	121
40.35 Appropriation permanently reduced	-1	-1	
43.00 Appropriation (total discretionary)	147	138	121
Change in obligated balances:			
72.40 Obligated balance, start of year	268	264	255
73.10 Total new obligations	147	138	121
73.20 Total outlays (gross)	-151	-147	-148
74.40 Obligated balance, end of year	264	255	228
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	41	21	18
86.93 Outlays from discretionary balances	110	126	130
87.00 Total outlays (gross)	151	147	148
Net budget authority and outlays:			
89.00 Budget authority	147	138	121
90.00 Outlays	151	147	148

The International Bank for Reconstruction and Development (IBRD or World Bank) provides financing and technical assistance to support infrastructure investment and policy reform. IBRD operations are designed to promote sustainable

General and special funds—Continued

INTERNATIONAL FINANCIAL INSTITUTIONS—Continued

GLOBAL ENVIRONMENT FACILITY—Continued

economic growth, increase productivity growth, and raise living standards, including through targeted investments in basic human needs, private-sector development, and core policy reforms.

IBRD made new commitments of \$11.2 billion during 2003, IBRD gross disbursements were \$11.9 billion. Since its establishment in 1945, IBRD has made loans totaling \$383 billion. No request is being made for IBRD capital in 2005.

IBRD acts as trustee for the Global Environment Facility (GEF) Trust Fund. GEF provides technical assistance and partial funding for developing country investments designed to provide global environmental benefits by reducing international water pollution and ozone depletion, and by promoting biodiversity and energy conservation. The United States has actively supported GEF's expanded focus to include a new international environmental agreement on persistent organic pollutants, which are of particular concern in the northern United States. With its highly specific focus on global environmental issues—where both costs and benefits are shared across international borders—the GEF occupies an important niche in the system of international development institutions. Its basic mission is to support innovative and cost-effective pilot investments whose design and environmental benefits can be duplicated (and financed) elsewhere. Under strong U.S. leadership, agreement was reached on policy reforms for the third replenishment (GEF-3) to further improve GEF's performance, including development of a performance-based allocation system, development of a private sector strategy, and the creation of an independent monitoring and evaluation unit. GEF has been making substantial progress in leveraging its limited resources. The World Bank, the UN Development Program, the UN Environment Program and, increasingly, private investors, provide substantial co-financing for GEF projects. Since its inception in 1991, the GEF has allocated \$4.5 billion in grants, leveraging \$14 billion in co-financing, to support more than 1,300 projects in over 140 countries.

The initial U.S. commitment to the GEF in 1995 amounted to \$430 million, and the second replenishment (GEF-2) agreed to in 1998, also included a U.S. commitment of \$430 million in four installments over the 1999-2002 period. The third replenishment (GEF-3) agreed to in 2002 includes a U.S. commitment of \$500 million in four installments from 2003-2006. The fourth installment includes \$70 million, which is tied to GEF meeting specific performance targets in the GEF-3 period. In 2005, the Administration is requesting \$13.2 million to clear a portion of arrears and \$107.5 million for the third installment of the U.S. pledge of \$500 million to GEF's third replenishment (GEF-3).

CONTRIBUTION TO THE INTERNATIONAL DEVELOPMENT ASSOCIATION

For payment to the International Development Association by the Secretary of the Treasury, [\$913,200,000] \$1,061,309,801, to remain available until expended: *Provided*, That the Secretary of the Treasury shall work to ensure that the World Bank provides for an independent entity, such as a private auditing firm, to conduct and make publicly available an external performance audit which verifies whether the IDA-13 Spring 2004 performance targets have been met: *Provided further*, That any further incentive contribution for additional contributions for IDA-13 regarding such targets shall be made only after the Secretary of the Treasury has reviewed and considered carefully the findings of any such independent external audit. (*Division D, H.R. 2673, Consolidated Appropriations Bill, FY 2004.*)

Program and Financing (in millions of dollars)

Identification code 11-0073-0-1-151	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Direct Program Activity		1,752	1,061
10.00 Total new obligations (object class 33.0)		1,752	1,061
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year		844	
22.00 New budget authority (gross)	844	908	1,061
23.90 Total budgetary resources available for obligation	844	1,752	1,061
23.95 Total new obligations		-1,752	-1,061
24.40 Unobligated balance carried forward, end of year	844		
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	850	913	1,061
40.35 Appropriation permanently reduced	-6	-5	
43.00 Appropriation (total discretionary)	844	908	1,061
Change in obligated balances:			
72.40 Obligated balance, start of year	1,733	805	1,165
73.10 Total new obligations		1,752	1,061
73.20 Total outlays (gross)	-928	-1,392	-811
74.40 Obligated balance, end of year	805	1,165	1,415
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority		71	76
86.93 Outlays from discretionary balances	928	1,321	735
87.00 Total outlays (gross)	928	1,392	811
Net budget authority and outlays:			
89.00 Budget authority	844	908	1,061
90.00 Outlays	928	1,392	811

The International Development Association (IDA) is a member of the World Bank Group and provides development financing on highly concessional terms and grant terms to the world's poorest nations. These countries are primarily in Sub-Saharan Africa and South Asia, but also in Latin America, Eastern Europe, and the former Soviet Union. IDA places special emphasis on achieving sustained productivity growth and poverty reduction, and particularly strives to meet the exceptional development challenges faced by Africa within its broad commitment to support all the world's poor countries. IDA is the single largest source of multilateral lending extended on concessional terms to developing countries. Projects have to meet the same economic, financial, and environmental standards as other World Bank projects. IDA resources for new lending are increasingly provided by earnings and repayments of existing loans and are augmented by new donor contributions through periodic "replenishments."

During 2003, IDA made new commitments of \$7.3 billion, and IDA's gross disbursements were \$6.9 billion. Since its establishment, IDA has made commitments totaling \$142 billion.

Under the thirteenth replenishment (IDA-13), IDA will provide total resources for prospective new loan commitments of \$22.8 billion over the 2003-2005 period. The U.S. pledge of \$2.85 billion over the three years (roughly 22 percent of total donor contributions), is subject in part to a set of performance indicators, tied to increased contributions in 2004 and 2005. Through the IDA-13 replenishment negotiations, U.S. leadership secured a number of commitments for reform of IDA, most crucially resulting in a bolder stance on the use of grants and focus on measurable results. IDA committed to the initiation of a performance measurement system, including outline of approach, baseline data, outcome indicators, and progress targets. The U.S. made \$300 million of its overall contribution conditional on IDA making sufficient progress towards performance targets for the second and third years of IDA-13. The U.S. has already determined that IDA has met the conditions for the first \$100 million incentive contribution. IDA will also allocate 18-21 percent of its total resources as grants. Priority for grants will be given to the

poorest countries, those that are post-conflict and/or highly debt-vulnerable, and for HIV/AIDS or natural disaster reconstruction projects. The 2005 request consists of \$1,050 million for the third year of our commitment under the replenishment and \$11.3 million to clear a portion of arrears to IDA.

CONTRIBUTION TO THE MULTILATERAL INVESTMENT GUARANTEE
AGENCY

【For payment to the Multilateral Investment Guarantee Agency by the Secretary of the Treasury, \$1,124,000, for the United States paid-in share of the increase in capital stock, to remain available until expended.】

LIMITATION ON CALLABLE CAPITAL SUBSCRIPTIONS

【The United States Governor of the Multilateral Investment Guarantee Agency may subscribe without fiscal year limitation for the callable capital portion of the United States share of such capital stock in an amount not to exceed \$4,475,203.】 (*Division D, H.R. 2673, Consolidated Appropriations Bill, FY 2004.*)

Program and Financing (in millions of dollars)

Identification code 11-0084-0-1-151	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Direct Program Activity	2	1	
10.00 Total new obligations (object class 33.0)	2	1	
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	2	1	
23.95 Total new obligations	-2	-1	
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	2	1	
Change in obligated balances:			
72.40 Obligated balance, start of year	22	22	22
73.10 Total new obligations	2	1	
73.20 Total outlays (gross)	-2	-1	
74.40 Obligated balance, end of year	22	22	22
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	2	1	
Net budget authority and outlays:			
89.00 Budget authority	2	1	
90.00 Outlays	2	1	

The Multilateral Investment Guarantee Agency (MIGA) is a member of the World Bank Group. MIGA is designed to encourage the flow of foreign private investment to and among developing countries by issuing guarantees against noncommercial risks and carrying out investment promotion activities.

During World Bank fiscal year 2003, MIGA issued 59 guaranteed contracts, with a maximum aggregate contingent liability of \$1.4 billion. Since MIGA's inception, estimated foreign direct investment facilitated totals \$49.7 billion.

Negotiations of MIGA's first General Capital Increase (GCI) were completed in 1998. The United States committed to contribute a total of \$30 million in paid-in capital and nearly \$140 million in callable capital over three years. The agreement included commitments from MIGA on a range of policy issues of substantial importance to the United States, including environment, information disclosure, labor, and creation of an inspection function for greater accountability and transparency. In 2000, the Administration sought and received congressional authorization for our full participation in the MIGA GCI.

No request is being made for MIGA in 2005.

CONTRIBUTION TO THE INTER-AMERICAN INVESTMENT CORPORATION

Program and Financing (in millions of dollars)

Identification code 11-0072-0-1-151	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.03 International Investment Corp.	18		
10.00 Total new obligations (object class 33.0)	18		
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	3,798	3,798	3,798
22.00 New budget authority (gross)	18		
23.90 Total budgetary resources available for obligation	3,816	3,798	3,798
23.95 Total new obligations	-18		
24.40 Unobligated balance carried forward, end of year	3,798	3,798	3,798
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	18		
Change in obligated balances:			
72.40 Obligated balance, start of year	48	39	18
73.10 Total new obligations	18		
73.20 Total outlays (gross)	-28	-21	-18
74.40 Obligated balance, end of year	39	18	
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	4		
86.93 Outlays from discretionary balances	24	21	18
87.00 Total outlays (gross)	28	21	18
Net budget authority and outlays:			
89.00 Budget authority	18		
90.00 Outlays	28	21	18

The Inter-American Development Bank (IDB) promotes sustainable economic growth and productivity, poverty reduction, private sector development, and good governance in Latin America and the Caribbean through loans and technical assistance.

In 2003, IDB made new lending commitments of \$6.8 billion; gross disbursements were \$8.1 billion. Since its inception in 1960, the Bank has lent over \$125 billion.

The Bank provides financing through: 1) the Ordinary Capital window that lends at market-based rates; and, 2) the Fund for Special Operations (FSO), which provides financing on concessional terms to the region's poorest nations.

No request is being made for the IDB or FSO in 2005.

The Inter-American Investment Corporation (IIC), established in 1984, is a member of the Inter-American Development Bank Group, whose purpose is to promote development of private small and medium sized enterprises (SMEs) in Latin America and the Caribbean. It is a legally autonomous entity whose resources and management are separate from those of the Inter-American Development Bank itself. Through direct loans and equity investments in SMEs as well as through lending to private financial intermediaries, IIC helps SMEs in the region to access the medium/long-term capital necessary to start-up, expand, or modernize their operations.

During 2003, IIC approved 26 projects totaling \$194 million. Since its inception, the IIC has approved 310 projects for a total amount of \$1.75 billion. Of these, 142 projects, representing \$676 million, remain active.

No request is being made for the IIC in 2005.

CONTRIBUTION TO THE ASIAN DEVELOPMENT FUND

For the United States contribution by the Secretary of the Treasury to the increase in resources of the Asian Development Fund, as authorized by the Asian Development Bank Act, as amended, 【\$144,421,000】 \$112,212,465, to remain available until expended. (*Division D, H.R. 2673, Consolidated Appropriations Bill, FY 2004.*)

General and special funds—Continued

CONTRIBUTION TO THE ASIAN DEVELOPMENT FUND—Continued

Program and Financing (in millions of dollars)

Identification code 11-0076-0-1-151	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.02 Asian Development Fund		241	112
10.00 Total new obligations (object class 33.0)		241	112
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	748	845	747
22.00 New budget authority (gross)	97	144	112
23.90 Total budgetary resources available for obligation	845	989	859
23.95 Total new obligations		-241	-112
24.40 Unobligated balance carried forward, end of year	845	747	747
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	98	144	112
40.35 Appropriation permanently reduced	-1		
43.00 Appropriation (total discretionary)	97	144	112
Change in obligated balances:			
72.40 Obligated balance, start of year	347	239	209
73.10 Total new obligations		241	112
73.20 Total outlays (gross)	-107	-271	-163
74.40 Obligated balance, end of year	239	209	158
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority		36	28
86.93 Outlays from discretionary balances	107	235	135
87.00 Total outlays (gross)	107	271	163
Net budget authority and outlays:			
89.00 Budget authority	97	144	112
90.00 Outlays	107	271	163

The Asian Development Bank (ADB) fosters broad-based sustainable economic growth and development, poverty alleviation, and cooperation in the Asia/Pacific region. ADB has two main financing windows: i) the ordinary capital window and ii) the Asian Development Fund (ADF) which lends at concessional rates to the region's poorest nations.

ADF resources are derived in part from donor contributions through periodic "replenishments." In the most recent replenishment, ADF-8, the United States successfully negotiated a comprehensive package of policy reforms while maintaining our contribution at \$412 million over four years.

ADF-8 put in place, for the first time, a system to allocate ADF resources based on the performance of borrowing countries. This includes performance on fiscal measures and good governance, as well as performance in managing the portfolio. Agreement was also reached on internal changes, including establishment of a Board committee on development effectiveness and a commitment to strengthen the Bank's internal controls.

In 2003, the Bank lent \$4.6 billion of its ordinary capital resources and extended loans and grants of \$1.5 billion from ADF and TA resources for development projects. Since its founding in 1966, ADB has committed over \$77.5 billion, and ADF has committed \$28.7 billion. In addition, ADB has made cumulative private sector loans and equity investments of over \$2.6 billion.

In 2000, the United States made the final payment to ADB's fourth general capital increase. No request is being made for ADB in 2005.

The 2005 request for ADF is for \$103 million in budget authority for our final scheduled contribution under ADF-8 and \$9.2 million to clear a portion of arrears.

CONTRIBUTION TO THE AFRICAN DEVELOPMENT BANK

For payment to the African Development Bank by the Secretary of the Treasury, [\$5,104,930] \$5,100,000, for the United States paid-

in share of the increase in capital stock, to remain available until expended.

CONTRIBUTION TO THE AFRICAN DEVELOPMENT FUND

For the United States contribution by the Secretary of the Treasury to the increase in resources of the African Development Fund, [\$112,725,000] \$118,000,000, to remain available until expended.

LIMITATION ON CALLABLE CAPITAL SUBSCRIPTIONS

The United States Governor of the African Development Bank may subscribe without fiscal year limitation for the callable capital portion of the United States share of such capital stock in an amount not to exceed [\$79,609,817] \$79,532,933. (Division D, H.R. 2673, Consolidated Appropriations Bill, FY 2004.)

Program and Financing (in millions of dollars)

Identification code 11-0079-0-1-151	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Fund		219	118
00.02 Ordinary Capital	5	5	5
10.00 Total new obligations (object class 33.0)	5	224	123
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year		107	
22.00 New budget authority (gross)	112	117	123
23.90 Total budgetary resources available for obligation	112	224	123
23.95 Total new obligations	-5	-224	-123
24.40 Unobligated balance carried forward, end of year	107		
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	113	118	123
40.35 Appropriation permanently reduced	-1	-1	
43.00 Appropriation (total discretionary)	112	117	123
Change in obligated balances:			
72.40 Obligated balance, start of year	411	323	419
73.10 Total new obligations	5	224	123
73.20 Total outlays (gross)	-93	-128	-112
74.40 Obligated balance, end of year	323	419	430
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	5	21	22
86.93 Outlays from discretionary balances	88	107	90
87.00 Total outlays (gross)	93	128	112
Net budget authority and outlays:			
89.00 Budget authority	112	117	123
90.00 Outlays	93	128	112

The African Development Bank group is composed of i) the African Development Bank (AFDB), which lends at prevailing rates, and ii) the African Development Fund (AFDF), which provides grants and concessional loans to the poorest African countries. In 2003, AFDB approved 27 new projects amounting to about \$1.1 billion. Since its inception in 1963, AFDB has financed 933 projects amounting to about \$27.9 billion.

AFDF approved \$1.4 billion for 112 projects in 2003. Since its inception in 1974, cumulative AFDF lending totals an estimated \$19.2 billion for development projects.

The 2005 request for the African Development Bank Group includes \$123.1 million in budget authority and \$79.5 million in program limitations on callable capital subscriptions. The budget authority request consists of \$5.1 million in paid-in capital for the sixth installment on the U.S. share of AFDB's fifth capital increase; \$79.5 million in program limitations on callable capital; and \$118 million for the final installments on the U.S. share of AFDF-9 replenishment covering the period 2003-2005. In September 2002, the United States and other donor countries reached agreement on the ninth replenishment of the AFDF (AFDF-9) that will cover CY 2002-2004. The United States exercised leadership under AFDF-9 in attaining a substantial increase in grant funding from the existing level of 7.5 percent to 18-21 percent of available resources. This replenishment lays out four broad policy objec-

tives: 1) greater selectivity and focus in Fund operations; 2) enhanced development effectiveness and measurable results; 3) improved linkages between lending and performance; and 4) deepened coordination with other development entities.

CONTRIBUTION TO THE EUROPEAN BANK FOR RECONSTRUCTION AND DEVELOPMENT

For payment to the European Bank for Reconstruction and Development by the Secretary of the Treasury, \$35,431,111 for the United States share of the paid-in portion of the increase in capital stock, to remain available until expended.

LIMITATION ON CALLABLE CAPITAL SUBSCRIPTIONS

The United States Governor of the European Bank for Reconstruction and Development may subscribe without fiscal year limitation to the callable capital portion of the United States share of such capital stock in an amount not to exceed **[\$122,085,497]** \$121,996,662. (*Division D, H.R. 2673, Consolidated Appropriations Bill, FY 2004.*)

Program and Financing (in millions of dollars)

Identification code 11-0088-0-1-151	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Direct Program Activity	36	35	35
10.00 Total new obligations (object class 33.0)	36	35	35
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	36	35	35
23.95 Total new obligations	-36	-35	-35
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	36	35	35
Change in obligated balances:			
72.40 Obligated balance, start of year	43	43	42
73.10 Total new obligations	36	35	35
73.20 Total outlays (gross)	-36	-36	-36
74.40 Obligated balance, end of year	43	42	41
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	19	19	19
86.93 Outlays from discretionary balances	17	17	17
87.00 Total outlays (gross)	36	36	36
Net budget authority and outlays:			
89.00 Budget authority	36	35	35
90.00 Outlays	36	36	36

The European Bank for Reconstruction and Development (EBRD) supports market-oriented economic reform and democratic pluralism through predominately private sector lending and investments in the nations of Central and Eastern Europe and the former Soviet Union. As of the end of the third quarter of 2003, nearly 80 percent of the project signings were for the private sector. The United States and other shareholders signed the articles of agreement of EBRD on May 29, 1990, and the Bank officially began operating on April 15, 1991.

In April 1996, shareholders approved a doubling of EBRD's capital base from EUR 10 billion to EUR 20 billion (approximately \$24 billion) which went into effect in April 1997. The annual payment for the U.S.'s ten-percent share is \$35.8 million payable over a period of 8 years. As of the end of third quarter 2003, EBRD had a portfolio of over 900 projects with a total value of \$27 billion.

The 2005 request consists of \$35.4 million in budget authority for paid-in capital and \$122 million in program limitations for callable capital for the final installment on the U.S. subscription to the general capital increase.

NORTH AMERICAN DEVELOPMENT BANK

Program and Financing (in millions of dollars)

Identification code 11-1008-0-1-151	2003 actual	2004 est.	2005 est.
Change in obligated balances:			
72.40 Obligated balance, start of year	51	51	40
73.20 Total outlays (gross)		-11	-11
74.40 Obligated balance, end of year	51	40	29
Outlays (gross), detail:			
86.93 Outlays from discretionary balances		11	11
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays		11	11

The North American Development Bank (NADBank) provides financing for environmental infrastructure projects in the U.S.-Mexico border region. A portion of its capital also finances NAFTA-related community adjustments and investment projects in both countries. Under NADBank's charter, the United States and Mexico contributed equally to NADBank's capital—\$450 million in paid-in capital and \$2.55 billion in callable capital. The final U.S. installment was appropriated in 1998, and there is no paid-in request for 2005.

The NADBank finances environmental infrastructure projects that have been certified by the U.S.-Mexico Border Environmental Commission (BECC), an institution designed to assist States and local communities in coordinating border clean-up. As of December 2003, the NADBank had approved \$96.2 million in loans for 20 projects and \$16.5 million in grants for technical assistance and project construction. It has also administered \$481.7 million in EPA-funded grants to 51 projects in Mexico and the United States. The total investment value of all the projects to which it provides funding is approximately \$2.1 billion.

In March 2002, President Bush and President Fox agreed to a set of proposals to improve the performance of NADBank and BECC in fulfilling their missions. These include measures to improve the affordability of NADBank financing, expand the geographic area of operations in Mexico, create a single Board of Directors for both institutions, and conduct a review of the project cycle. The Administration is seeking congressional authorizations necessary to implement several of these reforms.

CONTRIBUTION TO THE ENTERPRISE FOR THE AMERICAS MULTILATERAL INVESTMENT FUND

For payment to the Enterprise for the Americas Multilateral Investment Fund by the Secretary of the Treasury, for the United States contribution to the fund, \$25,000,000, to remain available until expended. (*Division D, H.R. 2673, Consolidated Appropriations Bill, FY 2004.*)

Program and Financing (in millions of dollars)

Identification code 11-0089-0-1-151	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Direct Program Activity	24	25	25
10.00 Total new obligations (object class 33.0)	24	25	25
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	24	25	25
23.95 Total new obligations	-24	-25	-25
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	24	25	25
Change in obligated balances:			
72.40 Obligated balance, start of year	197	121	72
73.10 Total new obligations	24	25	25
73.20 Total outlays (gross)	-100	-74	-65
74.40 Obligated balance, end of year	121	72	32
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	6	6	6

General and special funds—ContinuedCONTRIBUTION TO THE ENTERPRISE FOR THE AMERICAS
MULTILATERAL INVESTMENT FUND—Continued

Program and Financing (in millions of dollars)—Continued

Identification code 11-0089-0-1-151	2003 actual	2004 est.	2005 est.
86.93 Outlays from discretionary balances	94	68	59
87.00 Total outlays (gross)	100	74	65
Net budget authority and outlays:			
89.00 Budget authority	24	25	25
90.00 Outlays	100	74	65

The Multilateral Investment Fund (MIF), administered by the Inter-American Development Bank, provides grants and loans to support private-sector development and finance and labor sector reforms in Latin America and the Caribbean. Special consideration is given to reforms that encourage private foreign direct investment and promote privatization. Grants and loans are used for technical assistance to identify and resolve investment constraints, for investment in human capital, and for business infrastructure and development. Since its inception in 1992, MIF has approved 585 projects, of which MIF contribution totaled more than \$900 million.

The United States made a commitment to MIF in 1992 amounting to \$500 million. For 2005, \$25 million is requested to clear a portion of arrears.

CONTRIBUTION TO THE INTERNATIONAL FUND FOR AGRICULTURAL
DEVELOPMENT

For the United States contribution by the Secretary of the Treasury to increase the resources of the International Fund for Agricultural Development, [\$15,004,042] \$15,000,000, to remain available until expended. (Division D, H.R. 2673, Consolidated Appropriations Bill, FY 2004.)

Program and Financing (in millions of dollars)

Identification code 11-1039-0-1-151	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Direct Program Activity	15	15	15
10.00 Total new obligations (object class 33.0)	15	15	15
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	15	15	15
23.95 Total new obligations	-15	-15	-15
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	15	15	15
Change in obligated balances:			
72.40 Obligated balance, start of year	15	15	8
73.10 Total new obligations	15	15	15
73.20 Total outlays (gross)	-15	-22	-14
74.40 Obligated balance, end of year	15	8	9
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	7	7	7
86.93 Outlays from discretionary balances	15	15	7
87.00 Total outlays (gross)	15	22	14
Net budget authority and outlays:			
89.00 Budget authority	15	15	15
90.00 Outlays	15	22	14

The International Fund for Agricultural Development (IFAD) was established in 1977 as a multilateral financial institution focused on promoting rural agricultural development in poorer countries. IFAD's specific mandate is to assist small-scale producers and subsistence farmers to increase their productivity and incomes, improve their nutritional levels, and help integrate them into larger markets.

The 2005 request is \$15 million for the second scheduled contribution under IFAD's 6th replenishment (IFAD-VI).

IFAD is implementing a number of key policy reforms advocated by the United States under the 6th replenishment, including: a performance-based allocation system; an increase in grants; improvements in measuring results; and implementation of an independent evaluation function.

INTERNATIONAL AFFAIRS TECHNICAL ASSISTANCE

For necessary expenses to carry out the provisions of section 129 of the Foreign Assistance Act of 1961, [\$19,000,000] \$17,500,000, to remain available until [September 30, 2006] expended, which shall be available notwithstanding any other provision of law. (Division D, H.R. 2673, Consolidated Appropriations Bill, FY 2004.)

Program and Financing (in millions of dollars)

Identification code 11-1045-0-1-151	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 New Obligations	36	25	25
09.01 Reimbursable program	7		
10.00 Total new obligations	43	25	25
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	33	38	32
22.00 New budget authority (gross)	39	19	18
22.10 Resources available from recoveries of prior year obligations	6		
22.22 Unobligated balance transferred from other accounts	3		
23.90 Total budgetary resources available for obligation	81	57	50
23.95 Total new obligations	-43	-25	-25
24.40 Unobligated balance carried forward, end of year	38	32	25
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	11	19	18
42.00 Transferred from other accounts	22		
43.00 Appropriation (total discretionary)	33	19	18
68.00 Spending authority from offsetting collections: Offsetting collections (cash)	6		
70.00 Total new budget authority (gross)	39	19	18
Change in obligated balances:			
72.40 Obligated balance, start of year	24	27	27
73.10 Total new obligations	43	25	25
73.20 Total outlays (gross)	-34	-26	-27
73.40 Adjustments in expired accounts (net)	-1		
73.45 Recoveries of prior year obligations	-6		
74.40 Obligated balance, end of year	27	27	25
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	11	2	2
86.93 Outlays from discretionary balances	23	24	25
87.00 Total outlays (gross)	34	26	27
Offsets:			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources	-3		
88.40 Non-Federal sources	-3		
88.90 Total, offsetting collections (cash)	-6		
Net budget authority and outlays:			
89.00 Budget authority	33	19	18
90.00 Outlays	28	26	27

This account will provide technical assistance to other countries in support of the responsibilities of the U.S. Treasury Department to formulate, conduct and coordinate the international financial policies of the United States. The Treasury Department frequently has the lead responsibility for implementing fiscal and financial policy aspects of U.S. foreign policy toward individual countries. Technical assistance provided through this account will facilitate key short- and medium-term reforms in the policy and management areas of budget, tax, government debt, financial institutions and financial crimes enforcement.

Using funding provided under the SEED and FREEDOM Support Acts, U.S. Treasury Department advisors have pro-

vided policy and management advice in the areas described above to countries in Eastern Europe and the former Soviet Union in their transition to market economies and democratic political structures. Since 1997, Treasury has also provided assistance, using funding from USAID Development Assistance and the Economic Support Fund, to approximately 35 governments on a global basis. The flexibility provided by direct funding permits the Department to be responsive when governments make decisions to implement key fiscal and financial reforms, and allows it to act quickly to help select governments strengthen public sector fiscal and financial institutions during crucial transition periods toward market-oriented economies. In addition, Treasury technical assistance is increasingly being deployed in post-conflict situations.

The proposed \$17.5 million appropriation will fund resident advisors, including program related administrative costs and intermittent experts in support of the resident advisors. This appropriation will permit continuation of the program in countries outside Central and Eastern Europe and the Former Soviet Union, including implementation of programs in Asia, Africa, and Central and Latin America, as well as continued technical assistance in anti-terrorism. The Treasury Department will continue to coordinate activities with international financial institutions and with USAID, the Department of State and other relevant U.S. Government agencies when determining where its technical assistance program can have the greatest positive impact.

Object Classification (in millions of dollars)

Identification code 11-1045-0-1-151	2003 actual	2004 est.	2005 est.
Direct obligations:			
21.0 Travel and transportation of persons	7	5	5
25.1 Advisory and assistance services	29	20	20
99.0 Direct obligations	36	25	25
99.0 Reimbursable obligations	7		
99.9 Total new obligations	43	25	25

GLOBAL FUND TO FIGHT AIDS, TUBERCULOSIS AND MALARIA

Program and Financing (in millions of dollars)

Identification code 72-1028-0-1-151	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Direct Program Activity	99		
10.00 Total new obligations (object class 41.0)	99		
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	99		
23.95 Total new obligations	-99		
New budget authority (gross), detail:			
Discretionary:			
42.00 Transferred from other accounts	99		
Change in obligated balances:			
73.10 Total new obligations	99		
73.20 Total outlays (gross)	-99		
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	99		
Net budget authority and outlays:			
89.00 Budget authority	99		
90.00 Outlays	99		

The Global Fund to Fight AIDS, Tuberculosis and Malaria (The Global Fund) account exists to obligate and disburse U.S. contributions to the Global Fund that come from appropriations within the Department of Health and Human Services. The Global Fund's creation became a 2002 Presidential Initiative after being called for by the UN Secretary General in April 2001. Declarations and financial commitments were issued prior to, during and after the groundbreaking UN Gen-

eral Assembly Special Session on HIV/AIDS in June 2001 and at the G8 Summit in Genoa in July 2001. The Global Fund was initiated with the first contribution from the United States in 2001 and officially established in January 2002.

The purpose of the Global Fund is to attract, manage, and disburse additional resources through a new public-private partnership that will make a sustainable and significant contribution to the reduction of infections, illness and death, thereby mitigating the impact caused by HIV/AIDS, tuberculosis and malaria in countries in need. The Global Fund will pursue an integrated and balanced approach covering prevention, treatment, and care and support in dealing with these three diseases. The Global Fund will seek to establish a simplified, rapid, innovative process with efficient and effective disbursement mechanisms, minimizing transaction costs and operating in a transparent and accountable manner based on clearly defined responsibilities. The Global Fund will make use of existing international mechanism and health plans.

Approximately \$4.8 billion has been committed to the Global Fund thus far from industrialized and developing country governments, corporations, foundations, and private individual contributions. The U.S. Government has provided a total of \$623 million from 2001 through 2003 an additional \$547 million will be provided in 2004 and proposes another \$200 million in 2005, \$100 million of which is proposed to be appropriated within the National Institutes of Allergy and Infectious Diseases (NIAID) and \$100 million within USAID's Child Survival and Health Account.

CONTRIBUTION FOR THE EBRD SMALL AND MEDIUM ENTERPRISE SUPPORT FUND

Program and Financing (in millions of dollars)

Identification code 11-0092-0-1-151	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Direct Program Activity	3	3	
10.00 Total new obligations (object class 33.0)	3	3	
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	3	3	
22.00 New budget authority (gross)	3		
23.90 Total budgetary resources available for obligation	6	3	
23.95 Total new obligations	-3	-3	
24.40 Unobligated balance carried forward, end of year	3		
New budget authority (gross), detail:			
Discretionary:			
42.00 Transferred from other accounts	3		
Change in obligated balances:			
73.10 Total new obligations	3	3	
73.20 Total outlays (gross)	-3	-3	
Outlays (gross), detail:			
86.93 Outlays from discretionary balances	3	3	
Net budget authority and outlays:			
89.00 Budget authority	3		
90.00 Outlays	3	3	

In July 2000, the United States established a fund at the European Bank for Reconstruction and Development (EBRD) to support Small and Medium Enterprise (SME) financing through technical assistance to local financial institutions and credit lines for on-lending to SMEs. An allocation of \$10 million was provided to EBRD from 2000 Support for Eastern European Democracies Act (SEED Act) funding, \$11 million (including \$1 million allocated specifically for Serbia) from 2001 SEED Act, and \$5 million from 2002 SEED Act funding to support countries in Southeast Europe. In 2002, the Administration expanded the program to Freedom Support Act countries and provided \$2 million from 2002 FSA funding to support SME programs in Kyrgyzstan and Georgia through this account. In addition, \$3.1 million in FSA Funding was

General and special funds—Continued

CONTRIBUTION FOR THE EBRD SMALL AND MEDIUM ENTERPRISE
SUPPORT FUND—Continued

provided by USAID directly to SME Fund at EBRD to support programs in Kazakhstan, Kyrgyzstan, and Ukraine. The Administration also provided \$3 million in 2002 and 2003 FSA funds to support the Russian Small Business Fund at the EBRD, which works to strengthen the capacity of Russian banking institutions to lend to micro and small businesses and to directly provide financing to these businesses.

Three main activities will be supported under this program: 1) providing debt finance to SMEs by on-lending through eligible banks; 2) providing technical assistance to promote sound business practices and good governance at participating banks; and 3) providing technical assistance to identify legal, regulatory, and policy impediments and improving the operating environment for SMEs.

INTERNATIONAL ORGANIZATIONS AND PROGRAMS

For necessary expenses to carry out the provisions of section 301 of the Foreign Assistance Act of 1961, and of section 2 of the United Nations Environment Program Participation Act of 1973, [\$321,650,000: *Provided*, That none of the funds appropriated under this heading may be made available to the International Atomic Energy Agency (IAEA): *Provided further*, That funds appropriated under this heading shall be made available for programs and countries in the amounts contained in the table accompanying the joint explanatory statement of the managers accompanying this Act: *Provided further*, That any proposed increases or decreases to the amounts contained in such table shall be subject to the regular notification procedures of the Committees on Appropriations and section 634A of the Foreign Assistance Act of 1961 and notifications shall be transmitted at least 15 days in advance of the obligation of funds] \$304,450,000. (Division D, H.R. 2673, Consolidated Appropriations Bill, FY 2004.)

Program and Financing (in millions of dollars)

Identification code 72-1005-0-1-151	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
01.03 ICAO Aviation Security	1	1	1
01.05 International Trade Center (ITC)	1		
01.07 OAS—Democracy Assistance Program	3	3	2
01.09 UN Development Program (UNDP) Trust Fund— Transboundary Water Issues	1		
01.13 UN Habitat Occupied Territories Trust Fund (UN- HABITAT)	1		
01.14 UN Office for the Coordination of Humanitarian Affairs (OCHA)	1		
01.15 UN Trust Fund—Financing for Development	1		
01.16 International Organization & Programs		25	25
01.17 UN Victims of Torture Program	5	6	5
01.18 UN Development Program	100	101	90
01.19 UN Fund for Technical Cooperation and Human Rights	1	1	2
01.20 UN Development for Women	1	1	1
01.21 World Trade Organization	2	1	1
01.22 UN Environment Program	11	11	10
01.23 Montreal Protocol	23	21	22
01.24 International Conservation	6	6	6
01.25 Climate Stabilization	6	6	6
01.26 International Conference for Scientific, Education and Cultural Act.	2	2	
01.27 World Meteorological Org./Voluntary Coop. Programs	2	2	2
01.28 UNICEF	119	119	120
01.29 OAS Special Mission to Haiti		5	
01.30 World Food Program			6
01.31 OAS Development Assistance Program	6	6	5
01.32 UN High Commissioner for Human Rights		2	
01.33 UN Center for Human Settlements (HABITAT)		1	
10.00 Total new obligations (object class 41.0)	293	320	304
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	293	320	304
23.95 Total new obligations	–293	–320	–304
23.98 Unobligated balance expiring or withdrawn	–1		

New budget authority (gross), detail:

Discretionary:				
40.00	Appropriation	200	322	304
40.35	Appropriation permanently reduced	–1	–2	
41.00	Transferred to other accounts	–25		
42.00	Transferred from other accounts	119		
43.00	Appropriation (total discretionary)	293	320	304
Change in obligated balances:				
72.40	Obligated balance, start of year	20	49	22
73.10	Total new obligations	293	320	304
73.20	Total outlays (gross)	–270	–347	–305
73.40	Adjustments in expired accounts (net)	6		
74.10	Change in uncollected customer payments from Fed- eral sources (expired)	2		
74.40	Obligated balance, end of year	49	22	21
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	255	298	283
86.93	Outlays from discretionary balances	15	49	22
87.00	Total outlays (gross)	270	347	305
Offsets:				
Against gross budget authority and outlays:				
88.40	Offsetting collections (cash) from: Non-Federal sources	–2		
Against gross budget authority only:				
88.96	Portion of offsetting collections (cash) credited to expired accounts	2		
Net budget authority and outlays:				
89.00	Budget authority	293	320	304
90.00	Outlays	270	347	305

In addition to its assessed payments, the United States contributes to voluntary funds of many international organizations and programs involved in a wide range of sustainable development, humanitarian, and scientific activities. The 2005 request includes \$120 million for the UN Children's Fund.

Credit accounts:

DEBT RESTRUCTURING

For the cost, as defined in section 502 of the Congressional Budget Act of 1974, of modifying loans and loan guarantees, as the President may determine, for which funds have been appropriated or otherwise made available for programs within the International Affairs Budget Function 150, including the cost of selling, reducing, or canceling amounts owed to the United States as a result of concessional loans made to eligible countries, pursuant to parts IV and V of the Foreign Assistance Act of 1961, and of modifying concessional credit agreements with least developed countries, as authorized under section 411 of the Agricultural Trade Development and Assistance Act of 1954, as amended, and concessional loans, guarantees and credit agreements, as authorized under section 572 of the Foreign Operations, Export Financing, and Related Programs Appropriations Act, 1989 (Public Law 100–461), and of canceling amounts owed, as a result of loans or guarantees made pursuant to the Export-Import Bank Act of 1945, by countries that are eligible for debt reduction pursuant to title V of H.R. 3425 as enacted into law by section 1000(a)(5) of Public Law 106–113, [\$95,000,000] \$200,000,000, to remain available until [September 30, 2006] expended: *Provided*, That not less than \$20,000,000 of the funds appropriated under this heading shall be made available to carry out the provisions of part V of the Foreign Assistance Act of 1961: *Provided further*, That \$75,000,000 of the funds appropriated under this heading may be used by the Secretary of the Treasury to pay to the Heavily Indebted Poor Countries (HIPC) Trust Fund administered by the International Bank for Reconstruction and Development amounts for the benefit of countries that are eligible for debt reduction pursuant to title V of H.R. 3425 as enacted into law by section 1000(a)(5) of Public Law 106–113: *Provided further*, That amounts paid to the HIPC Trust Fund may be used only to fund debt reduction under the enhanced HIPC initiative by—

- (1) the Inter-American Development Bank;
- (2) the African Development Fund;
- (3) the African Development Bank; and
- (4) the Central American Bank for Economic Integration:

Provided further, That funds may not be paid to the HIPC Trust Fund for the benefit of any country if the Secretary of State has

credible evidence that the government of such country is engaged in a consistent pattern of gross violations of internationally recognized human rights or in military or civil conflict that undermines its ability to develop and implement measures to alleviate poverty and to devote adequate human and financial resources to that end: *Provided further*, That on the basis of final appropriations, the Secretary of the Treasury shall consult with the Committees on Appropriations concerning which countries and international financial institutions are expected to benefit from a United States contribution to the HIPC Trust Fund during the fiscal year: *Provided further*, That the Secretary of the Treasury shall inform the Committees on Appropriations not less than 15 days in advance of the signature of an agreement by the United States to make payments to the HIPC Trust Fund of amounts for such countries and institutions: *Provided further*, That the Secretary of the Treasury may disburse funds designated for debt reduction through the HIPC Trust Fund only for the benefit of countries that—

(1) have committed, for a period of 24 months, not to accept new market-rate loans from the international financial institution receiving debt repayment as a result of such disbursement, other than loans made by such institutions to export-oriented commercial projects that generate foreign exchange which are generally referred to as “enclave” loans; and

(2) have documented and demonstrated their commitment to redirect their budgetary resources from international debt repayments to programs to alleviate poverty and promote economic growth that are additional to or expand upon those previously available for such purposes:

Provided further, That any limitation of subsection (e) of section 411 of the Agricultural Trade Development and Assistance Act of 1954 shall not apply to funds appropriated under this heading: *Provided further*, That none of the funds made available under this heading in this or any other appropriations Act shall be made available for Sudan or Burma unless the Secretary of the Treasury determines and notifies the Committees on Appropriations that a democratically elected government has taken office. (*Division D, H.R. 2673, Consolidated Appropriations Bill, FY 2004.*)

Program and Financing (in millions of dollars)

Identification code 11–0091–0–1–151	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.05 Upward reestimate (DSCA)	2		
01.01 HIPC Bilateral Debt Reduction	10		105
01.02 HIPC Trust Fund	76	75	75
01.03 Tropical Forest Conservation Initiative	6	19	20
01.04 Jordan Debt Rescheduling (ESF)	11		
01.05 Pakistan Debt Reduction (ESF)	187		
01.06 Foreign Credit Reporting System	1		
01.91 Direct Program by Activities—Subtotal (1 level)	291	94	200
10.00 Total new obligations (object class 41.0)	293	94	200
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	144	56	56
22.00 New budget authority (gross)	189	94	200
22.10 Resources available from recoveries of prior year obligations	6		
22.22 Unobligated balance transferred from other accounts	11		
23.90 Total budgetary resources available for obligation	350	150	256
23.95 Total new obligations	–293	–94	–200
24.40 Unobligated balance carried forward, end of year	56	56	56
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation		95	200
40.35 Appropriation permanently reduced		–1	
42.00 Transferred from other accounts	187		
43.00 Appropriation (total discretionary)	187	94	200
Mandatory:			
60.00 Appropriation	2		
70.00 Total new budget authority (gross)	189	94	200
Change in obligated balances:			
72.40 Obligated balance, start of year	302	332	219
73.10 Total new obligations	293	94	200
73.20 Total outlays (gross)	–258	–207	–265
73.45 Recoveries of prior year obligations	–6		
74.40 Obligated balance, end of year	332	219	154

Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	187	38	73
86.93 Outlays from discretionary balances	69	169	192
86.97 Outlays from new mandatory authority	2		
87.00 Total outlays (gross)	258	207	265
Net budget authority and outlays:			
89.00 Budget authority	189	94	200
90.00 Outlays	258	207	265

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)

Identification code 11–0091–0–1–151	2003 actual	2004 est.	2005 est.
Direct loan subsidy budget authority:			
133001 Subsidy budget authority—Export-Import Bank		17	41
133002 Subsidy budget authority—U.S. Agency for International Development	13	12	13
133003 Subsidy budget authority—U.S. Department of Agriculture	193	30	37
133004 Subsidy budget authority—Defense Security Cooperation Agency	5		14
133901 Total subsidy budget authority	211	59	105
Direct loan subsidy outlays:			
134001 Subsidy outlays to the Export-Import Bank		17	41
134002 Subsidy outlays to the U.S. Agency for International Development	13	12	13
134003 Subsidy outlays to the U.S. Department of Agriculture	193	30	37
134004 Subsidy outlays to the Defense Security Cooperation Agency	5		14
134901 Total subsidy outlays	211	59	105
Direct loan upward reestimate subsidy budget authority:			
135004 Upward reestimates subsidy budget authority DSCA	2		
135901 Total upward reestimate budget authority	2		
Direct loan downward reestimate subsidy budget authority:			
137002 Downward reestimates subsidy budget authority USAID	–4		
137901 Total downward reestimate budget authority	–4		

Debt Reduction for the Poorest.—For the poorest countries, debt reduction provides an incentive to implement macroeconomic and structural reforms necessary to improve economic performance and creditworthiness. Debt relief, economic reform and poverty reduction contribute to economic growth and social development, which can mean expanded opportunities for trade and investment for the United States. For the poorest and most heavily indebted countries, the United States will continue support for the Paris Club of official creditors and provide additional relief complementary to the enhanced Heavily Indebted Poor Country (HIPC) Initiative.

To support this initiative, the Administration requests \$75 million to fund the remaining portion of the U.S. pledge of \$150 million to help meet the additional financing needs of HIPC Trust Fund. The U.S. pledge supports the President's commitment at the 2002 G-8 Summit in Kananaskis, Canada to fund a share of HIPC financing shortfall. In addition, the Administration requests \$105 million to fund a portion of bilateral HIPC debt reduction costs for the Democratic Republic of the Congo. HIPC Trust Fund, administered by the World Bank, helps regional development banks and other multilateral institutions meet their costs of debt relief. The Administration expects that the U.S. contribution to HIPC Trust Fund will continue to leverage contributions from other creditors.

Tropical Forest Debt Relief. The Tropical Forest Conservation Act (TFCA) received strong bipartisan support and was signed into law by the President in July 1998. Modeled after the very successful Enterprise for the Americas Initiative (EAI), P.L. 105–214 allows the Administration to reduce outstanding concessional USAID and PL–480 debt stocks to support conservation of the endangered tropical forests and promote economic reforms in eligible countries. Debt relief or buybacks in eligible countries will leverage payment of local

Credit accounts—Continued

DEBT RESTRUCTURING—Continued

currency resources into funds to support programs to conserve their tropical forests. TFCA debt reduction agreements have been concluded with six countries: Bangladesh, Belize, El Salvador, Peru, the Philippines and Panama. In total, these agreements have generated over \$60 million to support forest conservation. To support this program, the Administration requests \$20 million for the Treasury Debt Restructuring account.

AGENCY FOR INTERNATIONAL DEVELOPMENT

Federal Funds

General and special funds:

FUNDS APPROPRIATED TO THE PRESIDENT

For expenses necessary to enable the President to carry out the provisions of the Foreign Assistance Act of 1961, and for other purposes, to remain available until September 30, [2004] 2005, unless otherwise specified herein, as follows:

DEVELOPMENT ASSISTANCE

For necessary expenses of the United States Agency for International Development to carry out the provisions of sections 103, 105, 106, and 131, and chapter 10 of part I of the Foreign Assistance Act of 1961, [\$1,385,000,000, of which up to \$150,000,000 may] \$1,329,000, to remain available until September 30, [2005: *Provided*, That none of the funds appropriated under title II of this Act that are managed by or allocated to the United States Agency for International Development's Global Development Secretariat, may be made available except through the regular notification procedures of the Committees on Appropriations: *Provided further*, That \$190,000,000 should be allocated for trade capacity building: *Provided further*, That \$235,000,000 should be allocated for basic education: *Provided further*, That of the funds appropriated under this heading and managed by the United States Agency for International Development Bureau of Democracy, Conflict, and Humanitarian Assistance, not less than \$11,000,000 shall be made available only for programs to improve women's leadership capacity in recipient countries: *Provided further*, That such funds may not be made available for construction: *Provided further*, That of the funds appropriated under this heading that are made available for assistance programs for displaced and orphaned children and victims of war, not to exceed \$32,500, in addition to funds otherwise available for such purposes, may be used to monitor and provide oversight of such programs: *Provided further*, That of the aggregate amount of the funds appropriated by this Act that are made available for agriculture and rural development programs, \$25,000,000 should be made available for plant biotechnology research and development: *Provided further*, That not less than \$2,300,000 should be made available for core support for the International Fertilizer Development Center: *Provided further*, That of the funds appropriated under this heading, not less than \$19,000,000 should be made available for the American Schools and Hospitals Abroad program: *Provided further*, That of the funds appropriated under this heading, not less than \$10,000,000, in addition to other funds available under this heading for assistance for Mexico, should be made available for programs and activities in rural Mexico to promote microfinance, small business development, energy and environmental conservation, and private property ownership in rural communities, and to support small farmers who have been affected by adverse economic conditions: *Provided further*, That funds made available pursuant to the previous proviso shall be subject to the regular notification procedures of the Committees on Appropriations: *Provided further*, That of the funds appropriated by this Act, \$100,000,000 shall be made available for drinking water supply projects and related activities] 2006. (*Division D, H.R. 2673, Consolidated Appropriations Bill, FY 2004.*)

Program and Financing (in millions of dollars)

Identification code 72-1021-0-1-151	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Functional development assistance	1,444	1,564	1,308

09.01 Reimbursable program	6		
10.00 Total new obligations	1,450	1,564	1,308
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	149	208	
22.00 New budget authority (gross)	1,481	1,356	1,308
22.10 Resources available from recoveries of prior year obligations	27		
22.21 Unobligated balance transferred to other accounts	-1		
22.30 Expired unobligated balance transfer to unexpired account	3		
23.90 Total budgetary resources available for obligation	1,659	1,564	1,308
23.95 Total new obligations	-1,450	-1,564	-1,308
23.98 Unobligated balance expiring or withdrawn	-1		
24.40 Unobligated balance carried forward, end of year	208		
New budget authority (gross), detail:			
<i>Discretionary:</i>			
40.00 Appropriation	1,389	1,385	1,329
40.35 Appropriation permanently reduced	-9	-8	
41.00 Transferred to other accounts	-5	-21	-21
42.00 Transferred from other accounts	100		
43.00 Appropriation (total discretionary)	1,475	1,356	1,308
68.00 Spending authority from offsetting collections: Offsetting collections (cash)	6		
70.00 Total new budget authority (gross)	1,481	1,356	1,308
Change in obligated balances:			
72.40 Obligated balance, start of year	2,308	2,507	2,570
73.10 Total new obligations	1,450	1,564	1,308
73.20 Total outlays (gross)	-1,223	-1,501	-1,415
73.40 Adjustments in expired accounts (net)	-1		
73.45 Recoveries of prior year obligations	-27		
74.10 Change in uncollected customer payments from Federal sources (expired)	1		
74.40 Obligated balance, end of year	2,507	2,570	2,463
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	87	136	131
86.93 Outlays from discretionary balances	1,136	1,365	1,284
87.00 Total outlays (gross)	1,223	1,501	1,415
Offsets:			
<i>Against gross budget authority and outlays:</i>			
88.00 Offsetting collections (cash) from: Federal sources	-6		
Net budget authority and outlays:			
89.00 Budget authority	1,475	1,356	1,308
90.00 Outlays	1,217	1,501	1,415

Development Assistance Programs.—This account supports Agency efforts to address the manifestations and causes of poverty and underdevelopment overseas. This is accomplished through three strategic areas of emphasis or pillars: the Global Development Alliance, and two program pillars; Economic Growth, Agriculture and Trade; and Democracy, Conflict and Humanitarian Assistance.

- The Global Development Alliance (GDA) is USAID's emerging business model and the first pillar of its strategic approach. It uses public-private alliances to address global poverty, disease, hunger, economic growth, education, environment, and population issues. The approach is built on the 21st century realities of limited official development assistance resources from the public sector, and significant and growing resources and involvement in international development activities by the private sector and civil society. All alliances are funded and managed by USAID mission or technical or regional bureau where they operate. Increasingly, USAID is programming alliances through normal bilateral programs.

- Economic Growth, Agriculture and Trade subsumes efforts to increase agricultural production and food security, to foster human resource development including improved and expanded access to quality basic education especially for girls and women, to expand access to micro-credit, improve the business trade, and investment climate in developing countries through the expansion and strengthening of critical private markets, and to protect the environment.

• Democracy, Conflict and Humanitarian Assistance programs support USG response to international disasters, help emerging countries cope with the transition from crisis to development, and support the growth of democracy through programs that strengthen the rule of law and respect for human rights, encourage credible and competitive political processes, promote the development of a politically active civil society, and encourage more transparent and accountable government institutions.

The Administration's request also includes funding designed to leverage the resources of non-governmental organizations, the private sector, and other donors to achieve a much greater level of impact in these areas than is possible with the limited USAID resources alone.

Object Classification (in millions of dollars)

Identification code 72-1021-0-1-151	2003 actual	2004 est.	2005 est.
Direct obligations:			
21.0 Travel and transportation of persons	2	2	2
22.0 Transportation of things	4	4	4
25.1 Advisory and assistance services	22	24	20
25.2 Other services	100	112	92
26.0 Supplies and materials	7	8	7
41.0 Grants, subsidies, and contributions	1,309	1,414	1,183
99.0 Direct obligations	1,444	1,564	1,308
99.0 Reimbursable obligations	6		
99.9 Total new obligations	1,450	1,564	1,308

CHILD SURVIVAL AND HEALTH PROGRAMS FUND

[(INCLUDING TRANSFER OF FUNDS)]

For necessary expenses to carry out the provisions of chapters 1 and 10 of part I of the Foreign Assistance Act of 1961, for child survival, health, and family planning/reproductive health activities, in addition to funds otherwise available for such purposes, **[\$1,835,000,000] \$1,420,000,000**, to remain available until September 30, **[2005] 2007: Provided**, That this amount shall be made available for such activities as: (1) immunization programs; (2) oral rehydration programs; (3) health, nutrition, water and sanitation programs which directly address the needs of mothers and children, and related education programs; (4) assistance for children displaced or orphaned by causes other than AIDS; (5) programs for the prevention, treatment, control of, and research on HIV/AIDS, tuberculosis, polio, malaria, and other infectious diseases, and for assistance to communities severely affected by HIV/AIDS, including children displaced or orphaned by AIDS; and (6) family planning/reproductive health: *Provided further*, That none of the funds appropriated under this heading may be made available for nonproject assistance, except that funds may be made available for such assistance for ongoing health activities: *[Provided further*, That of the funds appropriated under this heading, not to exceed \$250,000, in addition to funds otherwise available for such purposes, may be used to monitor and provide oversight of child survival, maternal and family planning/reproductive health, and infectious disease programs: *Provided further*, That the following amounts should be allocated as follows: \$330,000,000 for child survival and maternal health; \$28,000,000 for vulnerable children; \$516,500,000 for HIV/AIDS including not less than \$22,000,000 which should be made available to support the development of microbicides as a means for combating HIV/AIDS; \$185,000,000 for other infectious diseases; and \$375,500,000 for family planning/reproductive health, including in areas where population growth threatens biodiversity or endangered species: *Provided further*, That of the funds appropriated under this heading, **[and in addition to funds allocated under the previous proviso, not less than \$400,000,000 shall] up to \$100,000,000** may be made available, notwithstanding any other provision of law, except for the United States Leadership Against HIV/AIDS, Tuberculosis and Malaria Act of 2003 (117 Stat. 711; 22 U.S.C. 1701 et seq.) as amended **[by section 595 of this Act]**, for a United States contribution to the Global Fund to Fight AIDS, Tuberculosis and Malaria (the "Global Fund"), and shall be expended at the minimum rate necessary to make timely payment for projects and activities: *[Provided further*, That of the funds appropriated under this heading that are available for HIV/AIDS programs and activities,

not less than \$26,000,000 should be made available for the International AIDS Vaccine Initiative and not less than \$26,000,000 should be made available for a United States contribution to UNAIDS: *Provided further*, That of the funds appropriated under this heading, \$60,000,000 should be made available for a United States contribution to The Vaccine Fund, and up to \$6,000,000 may be transferred to and merged with funds appropriated by this Act under the heading "Operating Expenses of the United States Agency for International Development" for costs directly related to international health, but funds made available for such costs may not be derived from amounts made available for contribution under this and preceding provisos: *Provided further*, That none of the funds made available in this Act nor any unobligated balances from prior appropriations may be made available to any organization or program which, as determined by the President of the United States, supports or participates in the management of a program of coercive abortion or involuntary sterilization: *Provided further*, That none of the funds made available under this Act may be used to pay for the performance of abortion as a method of family planning or to motivate or coerce any person to practice abortions: *Provided further*, That none of the funds made available under this Act may be used to lobby for or against abortion: *Provided further*, That in order to reduce reliance on abortion in developing nations, funds shall be available only to voluntary family planning projects which offer, either directly or through referral to, or information about access to, a broad range of family planning methods and services, and that any such voluntary family planning project shall meet the following requirements: (1) service providers or referral agents in the project shall not implement or be subject to quotas, or other numerical targets, of total number of births, number of family planning acceptors, or acceptors of a particular method of family planning (this provision shall not be construed to include the use of quantitative estimates or indicators for budgeting and planning purposes); (2) the project shall not include payment of incentives, bribes, gratuities, or financial reward to: (A) an individual in exchange for becoming a family planning acceptor; or (B) program personnel for achieving a numerical target or quota of total number of births, number of family planning acceptors, or acceptors of a particular method of family planning; (3) the project shall not deny any right or benefit, including the right of access to participate in any program of general welfare or the right of access to health care, as a consequence of any individual's decision not to accept family planning services; (4) the project shall provide family planning acceptors comprehensible information on the health benefits and risks of the method chosen, including those conditions that might render the use of the method inadvisable and those adverse side effects known to be consequent to the use of the method; and (5) the project shall ensure that experimental contraceptive drugs and devices and medical procedures are provided only in the context of a scientific study in which participants are advised of potential risks and benefits; and, not less than 60 days after the date on which the Administrator of the United States Agency for International Development determines that there has been a violation of the requirements contained in paragraph (1), (2), (3), or (5) of this proviso, or a pattern or practice of violations of the requirements contained in paragraph (4) of this proviso, the Administrator shall submit to the Committees on Appropriations a report containing a description of such violation and the corrective action taken by the Agency: *Provided further*, That in awarding grants for natural family planning under section 104 of the Foreign Assistance Act of 1961 no applicant shall be discriminated against because of such applicant's religious or conscientious commitment to offer only natural family planning; and, additionally, all such applicants shall comply with the requirements of the previous proviso: *Provided further*, That for purposes of this or any other Act authorizing or appropriating funds for foreign operations, export financing, and related programs, the term "motivate", as it relates to family planning assistance, shall not be construed to prohibit the provision, consistent with local law, of information or counseling about all pregnancy options: *Provided further*, That nothing in this paragraph shall be construed to alter any existing statutory prohibitions against abortion under section 104 of the Foreign Assistance Act of 1961: *Provided further*, That to the maximum extent feasible, taking into consideration cost, timely availability, and best health practices, funds appropriated in this Act or prior appropriations Acts that are made available for condom procurement shall be made available only for the procurement of condoms manufactured in the United States: *Provided further*, That information provided about the use of condoms as part of projects or activities that are funded from amounts appropriated by this Act

General and special funds—Continued

CHILD SURVIVAL AND HEALTH PROGRAMS FUND—Continued

[(INCLUDING TRANSFER OF FUNDS)]—Continued

shall be medically accurate and shall include the public health benefits and failure rates of such use]. (Division D, H.R. 2673, Consolidated Appropriations Bill, FY 2004.)

Program and Financing (in millions of dollars)

Identification code 72-1095-0-1-151	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Direct program	1,753	1,968	1,420
10.00 Total new obligations	1,753	1,968	1,420
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	72	144	.....
22.00 New budget authority (gross)	1,821	1,824	1,420
22.10 Resources available from recoveries of prior year obligations	5	.....	.....
23.90 Total budgetary resources available for obligation	1,898	1,968	1,420
23.95 Total new obligations	-1,753	-1,968	-1,420
24.00 Unobligated balance carried forward, end of year	144	.....	.....
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	1,927	1,835	1,420
40.35 Appropriation permanently reduced	-12	-11	.....
41.00 Transferred to other accounts	-119	.....	.....
42.00 Transferred from other accounts	25	.....	.....
43.00 Appropriation (total discretionary)	1,821	1,824	1,420
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash)	1	.....	.....
68.10 Change in uncollected customer payments from Federal sources (unexpired)	-1	.....	.....
68.90 Spending authority from offsetting collections (total discretionary) .....	.....	.....	.....
70.00 Total new budget authority (gross)	1,821	1,824	1,420
Change in obligated balances:			
72.40 Obligated balance, start of year	1,684	2,000	2,165
73.10 Total new obligations	1,753	1,968	1,420
73.20 Total outlays (gross)	-1,432	-1,805	-1,491
73.45 Recoveries of prior year obligations	-5	.....	.....
74.00 Change in uncollected customer payments from Federal sources (unexpired)	1	.....	.....
74.40 Obligated balance, end of year	2,000	2,165	2,094
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	560	541	232
86.93 Outlays from discretionary balances	872	1,264	1,259
87.00 Total outlays (gross)	1,432	1,805	1,491
Offsets:			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-1	.....	.....
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired)	1	.....	.....
Net budget authority and outlays:			
89.00 Budget authority	1,821	1,824	1,420
90.00 Outlays	1,432	1,805	1,491

Child Survival and Health Programs include activities that promote family planning/reproductive health, child survival and maternal health, including the primary causes of morbidity and mortality, polio, micronutrients and iodine deficiency as well as activities directed at vulnerable children, reducing HIV transmission and the impact of the HIV/AIDS pandemic in developing countries. Funding is also requested to address the threat of other infectious diseases of major public health importance such as tuberculosis, malaria, and to increase antimicrobial resistance.

Object Classification (in millions of dollars)

Identification code 72-1095-0-1-151	2003 actual	2004 est.	2005 est.
Direct obligations:			
21.0 Travel and transportation of persons	8	8	8

25.2 Other services	130	140	120
41.0 Grants, subsidies, and contributions	1,614	1,820	1,292
99.0 Direct obligations	1,752	1,968	1,420
99.0 Reimbursable obligations	1	.....	.....
99.9 Total new obligations	1,753	1,968	1,420

GLOBAL HIV/AIDS INITIATIVE

For necessary expenses to carry out the provisions of the Foreign Assistance Act of 1961 for the prevention, treatment, and control of, and research on, HIV/AIDS, [\$491,000,000] \$1,450,000,000, to remain available until expended[: Provided, That of the funds appropriated under this heading, \$15,000,000 may be apportioned directly to the Peace Corps to remain available until expended for necessary expenses to carry out activities to combat HIV/AIDS, tuberculosis and malaria: Provided further, That of the funds appropriated under this heading], of which not more than [\$8,000,000] \$8,818,000 may be made available for administrative expenses of the office of the "Coordinator of United States Government Activities to Combat HIV/AIDS Globally" of the Department of State[: Provided further, That in carrying out the duties specified in section 1(f)(2)(B)(ii)(VII) of the State Department Basic Authorities Act of 1956, the Coordinator shall ensure that assistance is provided for activities in not fewer than 15 countries, at least one of which shall not be in Africa or the Caribbean region: Provided further, That of the funds appropriated under this heading, up to \$75,000,000 should be made available for the safe and appropriate use of injections and other forms of infection control and prevention, and for blood safety programs]. (Division D, H.R. 2673, Consolidated Appropriations Bill, FY 2004.)

Program and Financing (in millions of dollars)

Identification code 72-1030-0-1-151	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Direct program activity	488	1,450
10.00 Total new obligations (object class 41.0)	488	1,450
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	488	1,450
23.95 Total new obligations	-488	-1,450
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	491	1,450
40.35 Appropriation permanently reduced	-3	.....
43.00 Appropriation (total discretionary)	488	1,450
Change in obligated balances:			
72.40 Obligated balance, start of year	366
73.10 Total new obligations	488	1,450
73.20 Total outlays (gross)	-122	-607
74.40 Obligated balance, end of year	366	1,209
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	122	363
86.93 Outlays from discretionary balances	244
87.00 Total outlays (gross)	122	607
Net budget authority and outlays:			
89.00 Budget authority	488	1,450
90.00 Outlays	122	607

In his State of the Union Address on January 28, 2003, President Bush called for a new initiative, the Emergency Plan for AIDS Relief, to enhance the commitment of the United States to preventing the global spread of AIDS and to developing and delivering more effective treatments to the millions of people overseas already infected and threatened with HIV infection. In response to President Bush's proposal, the Congress took quick action by passing the "United States Leadership Against HIV/AIDS, Tuberculosis, and Malaria Act of 2003", and the Senate confirmed the Honorable Randall L. Tobias as the U.S. Global AIDS Coordinator.

The Global AIDS Coordinator reports directly to the Secretary of State and leads the U.S. Government's worldwide effort against AIDS, tuberculosis and malaria, overseeing and

coordinating all U.S. Government HIV/AIDS programs in more than 75 countries. Recognizing the importance of comprehensive and integrated prevention, care and treatment programs, the Emergency Plan for AIDS Relief has specific goals in selected focus countries: to prevent 7 million new infections; to treat 2 million HIV-infected individuals with antiretroviral therapy; and to care for 10 million HIV-infected individuals and orphans and vulnerable children.

The President's Emergency Plan provides \$15 billion over five years, including \$10 billion in new funding, of which \$1 billion is for U.S. contributions to the Global Fund to Fight AIDS, Tuberculosis and Malaria. The Emergency Plan funding will be ramped up over five years so that the focus countries build the necessary human capital and infrastructure needed to ensure long-term success and accountability.

DEVELOPMENT FUND FOR AFRICA

Program and Financing (in millions of dollars)

Identification code 72-1014-0-1-151	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Direct program	1	19	
10.00 Total new obligations	1	19	
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	11	19	
22.10 Resources available from recoveries of prior year obligations	8		
23.90 Total budgetary resources available for obligation	19	19	
23.95 Total new obligations	-1	-19	
24.40 Unobligated balance carried forward, end of year	19		
Change in obligated balances:			
72.40 Obligated balance, start of year	44	15	19
73.10 Total new obligations	1	19	
73.20 Total outlays (gross)	-21	-15	-10
73.45 Recoveries of prior year obligations	-8		
74.40 Obligated balance, end of year	15	19	9
Outlays (gross), detail:			
86.93 Outlays from discretionary balances	21	15	10
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays	21	15	10

For 2005, assistance to Africa will be requested in the Development Assistance account.

Object Classification (in millions of dollars)

Identification code 72-1014-0-1-151	2003 actual	2004 est.	2005 est.
25.2 Other services		2	
41.0 Grants, subsidies, and contributions	1	17	
99.9 Total new obligations	1	19	

ASSISTANCE FOR EASTERN EUROPE AND THE BALTIC STATES

(a) For necessary expenses to carry out the provisions of the Foreign Assistance Act of 1961 and the Support for East European Democracy (SEED) Act of 1989, **[\$445,000,000] \$410,000,000**, to remain available until September 30, **[2005] 2006**, which shall be available, notwithstanding any other provision of law, for assistance and for related programs for Eastern Europe and the Baltic States: *Provided*, That of the funds appropriated under this heading that are made available for assistance for Bulgaria, \$2,000,000 should be made available to enhance safety at nuclear power plants: *Provided further*, That of the funds appropriated under this heading, and under the headings "Assistance for the Independent States of the Former Soviet Union", "Foreign Military Financing Program", and "Economic Support Fund", not less than \$53,500,000 shall be made available for programs for the prevention, treatment, and control of, and research on, HIV/AIDS, tuberculosis, and malaria: *Provided further*, That of the funds appropriated under this heading that are made available

for Montenegro, not less than \$12,000,000 shall be made available for economic development and environmental programs in the coastal region: *Provided further*, That of the funds appropriated under this heading, up to \$1,000,000 should be made available for a program to promote greater understanding and interaction among youth in Albania, Kosovo, Montenegro and Macedonia: *Provided further*, That funds appropriated under this heading shall be made available for programs and countries in the amounts contained in the table accompanying the joint explanatory statement of the managers accompanying this Act: *Provided further*, That any proposed increases or decreases to the amounts contained in such table shall be subject to the regular notification procedures of the Committees on Appropriations and section 634A of the Foreign Assistance Act of 1961 and notifications shall be transmitted at least 15 days in advance of the obligation of funds].

(b) Funds appropriated under this heading shall be considered to be economic assistance under the Foreign Assistance Act of 1961 for purposes of making available the administrative authorities contained in that Act for the use of economic assistance.

(c) With regard to funds appropriated under this heading for the economic revitalization program in Bosnia and Herzegovina, and local currencies generated by such funds (including the conversion of funds appropriated under this heading into currency used by Bosnia and Herzegovina as local currency and local currency returned or repaid under such program) the Administrator of the United States Agency for International Development shall provide written approval for grants and loans prior to the obligation and expenditure of funds for such purposes, and prior to the use of funds that have been returned or repaid to any lending facility or grantee.]

(d) The provisions of section 529 of this Act shall apply to funds made available under subsection (c) and to funds appropriated under this heading: *Provided*, That notwithstanding (c) *Notwithstanding* any provision of this or any other Act, [including provisions in this subsection regarding the application of section 529 of this Act,] local currencies generated by, or converted from, funds appropriated by this Act and by previous appropriations Acts and made available for the economic revitalization program in Bosnia may be used in Eastern Europe and the Baltic States to carry out the provisions of the Foreign Assistance Act of 1961 and the Support for East European Democracy (SEED) Act of 1989.

(e) The President is authorized to withhold funds appropriated under this heading made available for economic revitalization programs in Bosnia and Herzegovina, if he determines and certifies to the Committees on Appropriations that the Federation of Bosnia and Herzegovina has not complied with article III of annex 1-A of the General Framework Agreement for Peace in Bosnia and Herzegovina concerning the withdrawal of foreign forces, and that intelligence cooperation on training, investigations, and related activities between state sponsors of terrorism and terrorist organizations and Bosnian officials has not been terminated.] (*Division D, H.R. 2673, Consolidated Appropriations Bill, FY 2004.*)

Program and Financing (in millions of dollars)

Identification code 72-1010-0-1-151	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Direct Program Activity	423	544	410
10.00 Total new obligations	423	544	410
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	120	102	
22.00 New budget authority (gross)	412	442	410
22.10 Resources available from recoveries of prior year obligations	10		
22.21 Unobligated balance transferred to other accounts	-15		
23.90 Total budgetary resources available for obligation	527	544	410
23.95 Total new obligations	-423	-544	-410
24.40 Unobligated balance carried forward, end of year	102		
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	525	445	410
40.35 Appropriation permanently reduced	-3	-3	
41.00 Transferred to other accounts	-110		
43.00 Appropriation (total discretionary)	412	442	410
Change in obligated balances:			
72.40 Obligated balance, start of year	597	551	768
73.10 Total new obligations	423	544	410

General and special funds—Continued

ASSISTANCE FOR EASTERN EUROPE AND THE BALTIC STATES—Continued

Program and Financing (in millions of dollars)—Continued

Identification code 72-1010-0-1-151	2003 actual	2004 est.	2005 est.
73.20 Total outlays (gross)	-460	-327	-370
73.40 Adjustments in expired accounts (net)	1		
73.45 Recoveries of prior year obligations	-10		
74.00 Obligated balance, end of year	551	768	808
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	41	36	35
86.93 Outlays from discretionary balances	419	291	335
87.00 Total outlays (gross)	460	327	370
Net budget authority and outlays:			
89.00 Budget authority	412	442	410
90.00 Outlays	460	327	370

This account provides funds to promote country-specific strategies that build on common, region-wide strategic goals, including economic restructuring, democratic transition, and social stabilization. Authorized Support for Assistance for Eastern Europe and the Baltic States (AEEB) programs concentrate on a) the development and strengthening of institutions and civic action necessary for sustainable democracy; b) the development of market economies and a strong private sector; and c) the improvement of the basic quality of life in selected areas. This interagency program is managed by AEEB coordinator, who is located in the State Department's Bureau of European and Eurasian Affairs.

AEEB assistance is now focused primarily on Southeast Europe, with the single largest program designed for Serbia. The U.S. is contributing to international efforts toward recovery from the conflict with Milosevic through building effective governance and a functioning economy in the successor states of the former Yugoslavia. While implementation of the Dayton Accords still requires significant, albeit diminishing, support in Bosnia, two wars in the region in recent years have demonstrated the need for a special effort to provide for peaceful cooperation among neighbors. The Stability Pact of Southeast Europe builds on the country programs in the Balkans to help stabilize the region as a whole and prepare for integration into the European and international mainstream. It is anticipated that 2006 will be the last year of AEEB assistance for Bulgaria.

In 2004, funding for exchange programs in Eastern Europe and the Baltic States was consolidated into the Educational and Cultural Exchange account.

Object Classification (in millions of dollars)

Identification code 72-1010-0-1-151	2003 actual	2004 est.	2005 est.
21.0 Travel and transportation of persons	1	2	1
25.1 Advisory and assistance services	34	45	33
25.2 Other services	75	98	74
41.0 Grants, subsidies, and contributions	313	399	302
99.9 Total new obligations	423	544	410

ASSISTANCE FOR THE INDEPENDENT STATES OF THE FORMER SOVIET UNION

(a) For necessary expenses to carry out the provisions of chapters 11 and 12 of part I of the Foreign Assistance Act of 1961 and the FREEDOM Support Act, for assistance for the Independent States of the former Soviet Union and for related programs, **[\$587,000,000]** \$550,000,000, to remain available until September 30, **[2005]** 2006: *Provided*, That the provisions of such chapters shall apply to funds appropriated by this paragraph; *Provided further*, That **[of the]** funds made available for the Southern Caucasus region *may be used*, notwithstanding any other provision of law, **[funds may be used]** for

confidence-building measures and other activities in furtherance of the peaceful resolution of the regional conflicts, especially those in the vicinity of Abkhazia and Nagorno-Karabagh: *Provided further*, That of the funds appropriated under this heading, \$1,500,000 should be available only to meet the health and other assistance needs of victims of trafficking in persons: *Provided further*, That of the funds appropriated under this heading, \$17,500,000 shall be made available solely for assistance for the Russian Far East, of which not less than \$3,000,000 shall be made available for programs and activities authorized under section 307 of the FREEDOM Support Act (Public Law 102-511): *Provided further*, That \$4,000,000 shall be made available to promote freedom of the media and an independent media in Russia: *Provided further*, That of the funds appropriated under this heading, up to \$500,000 should be made available to support democracy building programs in Russia through the Sakharov Archives: *Provided further*, That, notwithstanding any other provision of law, funds appropriated under this heading in this Act or prior Acts making appropriations for foreign operations, export financing, and related programs, that are made available pursuant to the provisions of section 807 of Public Law 102-511 shall be subject to a 6 percent ceiling on administrative expenses].

(b) [Of the funds appropriated under this heading that are made available for assistance for Ukraine, not less than \$19,000,000 should be made available for nuclear reactor safety initiatives, and not less than \$1,500,000 shall be made available for coal mine safety programs.

(c) Of the funds appropriated under this heading, not less than \$94,000,000 shall be made available for assistance for Russia.

(d) Of the funds appropriated under this heading, not less than \$75,000,000 shall be made available for assistance for Armenia.

(e) Of the funds appropriated under this heading, not less than \$57,000,000 should be made available, in addition to funds otherwise available for such purposes, for assistance for child survival, environmental and reproductive health, and to combat HIV/AIDS, tuberculosis and other infectious diseases, and for related activities.

(f)(1) Of the funds appropriated under this heading that are allocated for assistance for the Government of the Russian Federation, 60 percent shall be withheld from obligation until the President determines and certifies in writing to the Committees on Appropriations that the Government of the Russian Federation:

(A) has terminated implementation of arrangements to provide Iran with technical expertise, training, technology, or equipment necessary to develop a nuclear reactor, related nuclear research facilities or programs, or ballistic missile capability; and

(B) is providing full access to international non-government organizations providing humanitarian relief to refugees and internally displaced persons in Chechnya.

(2) Paragraph (1) shall not apply to—

(A) assistance to combat infectious diseases, child survival activities, or assistance for victims of trafficking in persons; and

(B) activities authorized under title V (Nonproliferation and Disarmament Programs and Activities) of the FREEDOM Support Act.

(g) Section 907 of the FREEDOM Support Act shall not apply to—

(1) activities to support democracy or assistance under title V of the FREEDOM Support Act and section 1424 of Public Law 104-201 or non-proliferation assistance;

(2) any assistance provided by the Trade and Development Agency under section 661 of the Foreign Assistance Act of 1961 (22 U.S.C. 2421);

(3) any activity carried out by a member of the United States and Foreign Commercial Service while acting within his or her official capacity;

(4) any insurance, reinsurance, guarantee or other assistance provided by the Overseas Private Investment Corporation under title IV of chapter 2 of part I of the Foreign Assistance Act of 1961 (22 U.S.C. 2191 et seq.);

(5) any financing provided under the Export-Import Bank Act of 1945; or

(6) humanitarian assistance. (*Division D, H.R. 2673, Consolidated Appropriations Bill, FY 2004.*)

Program and Financing (in millions of dollars)

Identification code 72-1093-0-1-151	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Direct Program Activity	551	805	550

10.00	Total new obligations	551	805	550
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	262	221	.....
22.00	New budget authority (gross)	531	584	550
22.10	Resources available from recoveries of prior year obligations	23	.....	.....
22.21	Unobligated balance transferred to other accounts	-50	.....	.....
22.30	Expired unobligated balance transfer to unexpired account	6	.....	.....
23.90	Total budgetary resources available for obligation	772	805	550
23.95	Total new obligations	-551	-805	-550
23.98	Unobligated balance expiring or withdrawn	-1	.....	.....
24.40	Unobligated balance carried forward, end of year	221	.....	.....
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	760	587	550
40.35	Appropriation permanently reduced	-5	-3	.....
41.00	Transferred to other accounts	-224	.....	.....
43.00	Appropriation (total discretionary)	531	584	550
Change in obligated balances:				
72.40	Obligated balance, start of year	687	628	1,007
73.10	Total new obligations	551	805	550
73.20	Total outlays (gross)	-587	-426	-432
73.45	Recoveries of prior year obligations	-23	.....	.....
74.40	Obligated balance, end of year	628	1,007	1,125
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	68	59	57
86.93	Outlays from discretionary balances	519	367	375
87.00	Total outlays (gross)	587	426	432
Net budget authority and outlays:				
89.00	Budget authority	531	584	550
90.00	Outlays	587	426	432

This account provides funds for a program of assistance to the independent states that emerged from the former Soviet Union. This request will fund continuing programs of USAID and other agencies in support of economic and democratic transitions.

Collectively, these programs for the Independent States are designed to consolidate the process of political and economic transition to market democracies, and to help address major socioeconomic dislocations where they occur during these transitions. Funds will support economic restructuring by helping to create conditions that encourage: trade and investment and private sector growth; improved government fiscal policy, revenue collection, and financial management; a market-oriented financial sector; and a more efficient energy sector and a cleaner environment. Funds will support democratic transitions by promoting citizen participation, promoting independent media establishing the rule of law, and strengthening local governments.

Program resources requested in 2005 will be aimed at: 1) enhancing local public and private institutional capacity as part of the comprehensive strategy to expand trade and investment, develop and strengthen small and medium enterprises, mobilize capital, reduce crime and corruption, and build viable civil societies; 2) mitigating the social impact of transitions in order to broaden public support for needed reforms; and 3) addressing health problems more deliberately. Assistance to central governments will be highly selective.

Funding is requested to encourage front line states of Central Asia, as well as Armenia, Azerbaijan, and Georgia to support the anti-terrorism campaign and address regional stability issues. At the same time, we will continue the process of phasing down economic assistance to Russia, begun in 2004. A new approach to analyzing reform progress in FSA countries will be used to consider country phase-out decisions.

Funding is also requested for programs such as the Civilian Research and Development Foundation and export control and border security enhancements in Georgia. These efforts contribute to economic and infrastructure reforms as well as to reducing risks of proliferation of weapons of mass destruc-

tion, weapons delivery systems, materials, technology and scientific and technical expertise and reduce regional tensions. In 2004, funding for exchange programs in the former Soviet Union was consolidated into the Education and Cultural Exchange (ECE) account.

Object Classification (in millions of dollars)

Identification code 72-1093-0-1-151		2003 actual	2004 est.	2005 est.
21.0	Travel and transportation of persons	2	3	2
25.1	Advisory and assistance services	17	25	16
25.2	Other services	55	80	55
41.0	Grants, subsidies, and contributions	477	697	477
99.9	Total new obligations	551	805	550

SUB-SAHARAN AFRICA DISASTER ASSISTANCE

Program and Financing (in millions of dollars)

Identification code 72-1040-0-1-151		2003 actual	2004 est.	2005 est.
Obligations by program activity:				
00.01	Direct Program Activity	1	.....	.....
10.00	Total new obligations (object class 41.0)	1	.....	.....
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	1	.....	.....
23.95	Total new obligations	-1	.....	.....
Change in obligated balances:				
72.40	Obligated balance, start of year	3	3	1
73.10	Total new obligations	1	.....	.....
73.20	Total outlays (gross)	-1	-1	.....
74.40	Obligated balance, end of year	3	1	1
Outlays (gross), detail:				
86.93	Outlays from discretionary balances	1	1	.....
Net budget authority and outlays:				
89.00	Budget authority .....	.....	.....	.....
90.00	Outlays .....	.....	1	.....

In 1993, this account provided funding for timely relief, rehabilitation and reconstruction for disasters in Africa. Since 1994, these activities have been funded under the International Disaster Assistance Program.

INTERNATIONAL DISASTER AND FAMINE ASSISTANCE

For necessary expenses of the United States Agency for International Development to carry out the provisions of section 491 of the Foreign Assistance Act of 1961, as amended for international disaster relief, rehabilitation, and reconstruction assistance, **[\$235,500,000] \$335,500,000**, to remain available until expended.

In addition, for necessary expenses for assistance for famine prevention and relief, including for mitigation of the effects of famine, **[\$20,000,000] \$50,000,000**, to remain available until expended: *Provided*, That such funds shall be made available utilizing the general authorities of section 491 of the Foreign Assistance Act of 1961, and shall be in addition to amounts otherwise available for such purposes: *Provided further*, That funds appropriated by this paragraph shall be available for obligation subject to prior consultation with the Committees on Appropriations. (*Division D, H.R. 2673, Consolidated Appropriations Bill, FY 2004.*)

[(INCLUDING TRANSFERS OF FUNDS)]

[For necessary expenses for International Disaster and Famine Assistance utilizing the general authorities of section 491 of the Foreign Assistance Act of 1961, to respond to or prevent unforeseen complex foreign crises in Liberia and Sudan, \$110,000,000, and by transfer not to exceed 0.5 percent of the funds appropriated under any other heading in this chapter, to remain available to the Secretary of State until September 30, 2005: *Provided*, That funds appropriated under this heading may be made available only pursuant to a determination by the President, after consultation with the appropriate congressional committees, that it is in the national interest and essential to efforts to reduce international terrorism to furnish

General and special funds—Continued

INTERNATIONAL DISASTER AND FAMINE ASSISTANCE—Continued

[(INCLUDING TRANSFERS OF FUNDS)]—Continued

assistance on such terms and conditions as he may determine for such purposes, including support for peace and humanitarian intervention operations: *Provided further*, That none of these funds shall be available to respond to natural disasters: *Provided further*, That funds made available under this heading to respond to or prevent unforeseen complex foreign crises shall be subject to the regular notification procedures of the Committees on Appropriations: *Provided further*, That not less than \$100,000,000 of the funds appropriated under this heading shall be made available for assistance for Liberia. (Emergency Supplemental Appropriations Act for Defense and for the Reconstruction of Iraq and Afghanistan, 2004.)

Program and Financing (in millions of dollars)

Identification code 72-1035-0-1-151	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Direct Program Activity	456	515	386
10.00 Total new obligations	456	515	386
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	54	41	
22.00 New budget authority (gross)	432	474	386
22.10 Resources available from recoveries of prior year obligations	11		
23.90 Total budgetary resources available for obligation	497	515	386
23.95 Total new obligations	-456	-515	-386
24.40 Unobligated balance carried forward, end of year	41		
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	434	366	386
40.35 Appropriation permanently reduced	-2	-2	
42.00 Transferred from other accounts		110	
43.00 Appropriation (total discretionary)	432	474	386
Change in obligated balances:			
72.40 Obligated balance, start of year	329	410	590
73.10 Total new obligations	456	515	386
73.20 Total outlays (gross)	-364	-334	-386
73.45 Recoveries of prior year obligations	-11		
74.40 Obligated balance, end of year	410	590	589
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	91	118	96
86.93 Outlays from discretionary balances	273	216	290
87.00 Total outlays (gross)	364	334	386
Net budget authority and outlays:			
89.00 Budget authority	432	474	386
90.00 Outlays	364	334	386

The International Disaster and Famine Assistance (IDFA) account (formerly International Disaster Assistance) provides funds for the Office of U.S. Foreign Disaster Assistance (OFDA). OFDA manages relief, rehabilitation, and reconstruction assistance to foreign countries struck by natural and man-made disasters and supports disaster prevention, mitigation and preparedness. OFDA's program has been placing increasing emphasis on complex emergencies, a product of ethnic and national tensions leading to civil strife and the displacement of large numbers of people. The request for OFDA for 2005 will be used to provide relief services and commodities including temporary shelter, blankets, supplementary food, potable water, medical supplies and agricultural rehabilitation aid, including seeds and hand tools. The request includes \$100,000,000 for post-conflict humanitarian needs in Sudan.

Use of the \$50,000,000 for famine prevention and relief is subject to Presidential approval and is intended to support early intervention to either preempt famine or mitigate the impact.

Object Classification (in millions of dollars)

Identification code 72-1035-0-1-151	2003 actual	2004 est.	2005 est.
21.0 Travel and transportation of persons	2	2	2
25.2 Other services	68	60	55
41.0 Grants, subsidies, and contributions	386	453	329
99.9 Total new obligations	456	515	386

OPERATING EXPENSES OF THE UNITED STATES AGENCY FOR INTERNATIONAL DEVELOPMENT

[(INCLUDING TRANSFER OF FUNDS)]

For necessary expenses to carry out the provisions of section 667 of the Foreign Assistance Act of 1961, [\$604,100,000] \$623,400,000, of which up to \$25,000,000 may remain available until September 30, [2005: *Provided*, That none of the funds appropriated under this heading and under the heading "Capital Investment Fund" may be made available to finance the construction (including architect and engineering services), purchase, or long term lease of offices for use by the United States Agency for International Development, unless the Administrator has identified such proposed construction (including architect and engineering services), purchase, or long term lease of offices in a report submitted to the Committees on Appropriations at least 15 days prior to the obligation of these funds for such purposes: *Provided further*, That the previous proviso shall not apply where the total cost of construction (including architect and engineering services), purchase, or long term lease of offices does not exceed \$1,000,000] 2006: *Provided [further]*, That contracts or agreements entered into with funds appropriated under this heading may entail commitments for the expenditure of such funds through fiscal year [2005] 2006: [*Provided further*, That in addition not to exceed \$15,000,000 shall be derived by transfer from the "Iraq Relief and Reconstruction Fund" (Public Law 108-11) to support the United States Agency for International Development mission in Iraq: *Provided further*, That none of the funds in this Act may be used to open a new overseas mission of the United States Agency for International Development without the prior written notification of the Committees on Appropriations:] *Provided further*, That the authority of sections 610 and 109 of the Foreign Assistance Act of 1961 may be exercised by the Secretary of State to transfer funds appropriated to carry out chapter 1 of part I of such Act to "Operating Expenses of the United States Agency for International Development" in accordance with the provisions of those sections:] *Provided further*, That during fiscal year 2004, the number of full-time equivalent positions for United States foreign service employees of the United States Agency for International Development for countries in the Latin America and Caribbean region shall not be reduced below the number for such employees for countries in that region as of September 30, 2003, except as provided through the regular notification procedures of the Committees on Appropriations]. (Division D, H.R. 2673, Consolidated Appropriations Bill, FY 2004.)

[For an additional amount for "Operating Expenses of the United States Agency for International Development", \$38,100,000, for direct support of operations in Afghanistan, to remain available until September 30, 2005.]

[In addition, for direct support of operations in Iraq, \$1,900,000, which shall be transferred to and merged with "Operating Expenses of the United States Agency for International Development Office of Inspector General" for financial and performance audits of the Iraq Relief and Reconstruction Fund and other assistance to Iraq, to remain available until September 30, 2005.] (Emergency Supplemental Appropriations Act for Defense and for the Reconstruction of Iraq and Afghanistan, 2004.)

Program and Financing (in millions of dollars)

Identification code 72-1000-0-1-151	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Direct program	618	671	633
00.02 Foreign national separation fund	4	2	2
09.00 Reimbursable program	5	18	50
09.01 Reimbursable program from Working Capital Fund (72-4513)	3	5	6
10.00 Total new obligations	630	696	691

Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	34	25	13
22.00	New budget authority (gross)	598	657	673
22.10	Resources available from recoveries of prior year obligations			
		20	12	10
22.22	Unobligated balance transferred from other accounts	2	15	
23.90	Total budgetary resources available for obligation	654	709	696
23.95	Total new obligations	-630	-696	-691
24.40	Unobligated balance carried forward, end of year	25	13	5
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	597	644	623
40.35	Appropriation permanently reduced	-4	-3	
41.00	Transferred to other accounts	-4	-2	
43.00	Appropriation (total discretionary)	589	639	623
68.00	Spending authority from offsetting collections: Offsetting collections (cash)	9	18	50
70.00	Total new budget authority (gross)	598	657	673
Change in obligated balances:				
72.40	Obligated balance, start of year	168	161	203
73.10	Total new obligations	630	696	691
73.20	Total outlays (gross)	-617	-642	-665
73.40	Adjustments in expired accounts (net)	-4		
73.45	Recoveries of prior year obligations	-20	-12	-10
74.10	Change in uncollected customer payments from Federal sources (expired)	4		
74.40	Obligated balance, end of year	161	203	219
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	482	491	511
86.93	Outlays from discretionary balances	135	151	154
87.00	Total outlays (gross)	617	642	665
Offsets:				
Against gross budget authority and outlays:				
88.00	Offsetting collections (cash) from: Federal sources	-9	-18	-50
Net budget authority and outlays:				
89.00	Budget authority	589	639	623
90.00	Outlays	608	624	615

These funds cover the appropriated dollar costs of managing U.S. Agency for International Development (USAID) programs, including salaries and other expenses of direct hire personnel as well as costs associated with physical security of Agency personnel. USAID currently maintains resident staff in more than 70 foreign countries as well as a headquarters in Washington, D.C., which supports field programs and manages regional and worldwide activities.

Object Classification (in millions of dollars)

Identification code 72-1000-0-1-151	2003 actual	2004 est.	2005 est.	
Direct obligations:				
Personnel compensation:				
11.1	Full-time permanent	175	184	189
11.3	Other than full-time permanent	3	3	3
11.5	Other personnel compensation	15	15	16
11.8	Special personal services payments	56	59	58
11.9	Total personnel compensation	249	261	266
12.1	Civilian personnel benefits	72	75	80
13.0	Benefits for former personnel	1	1	1
21.0	Travel and transportation of persons	27	28	28
22.0	Transportation of things	9	9	9
23.1	Rental payments to GSA	34	36	36
23.2	Rental payments to others	23	24	24
23.3	Communications, utilities, and miscellaneous charges	10	10	9
24.0	Printing and reproduction	3	3	1
25.1	Advisory and assistance services	8	8	8
25.2	Other services	62	86	58
25.3	Other purchases of goods and services from Government accounts	38	38	38
25.4	Operation and maintenance of facilities	9	10	9
25.7	Operation and maintenance of equipment	32	29	30
26.0	Supplies and materials	9	8	5
31.0	Equipment	33	35	28
32.0	Land and structures	5	10	4
42.0	Insurance claims and indemnities	1	1	1
99.0	Direct obligations	625	672	635

99.0	Reimbursable obligations	5	23	56
99.5	Below reporting threshold		1	
99.9	Total new obligations	630	696	691

Personnel Summary

Identification code 72-1000-0-1-151	2003 actual	2004 est.	2005 est.	
Direct:				
1001	Total compensable workyears: Civilian full-time equivalent employment	2,098	2,164	2,196
Reimbursable:				
2001	Total compensable workyears: Civilian full-time equivalent employment	6	48	163

CAPITAL INVESTMENT FUND

For necessary expenses for overseas construction and related costs, and for the procurement and enhancement of information technology and related capital investments, pursuant to section 667 of the Foreign Assistance Act of 1961, **[\$82,200,000] \$64,800,000**, to remain available until expended: *Provided*, That this amount is in addition to funds otherwise available for such purposes: *Provided further*, That the Administrator of the United States Agency for International Development shall assess fair and reasonable rental payments for the use of space by employees of other United States Government agencies in buildings constructed using funds appropriated under this heading, and such rental payments shall be deposited into this account as an offsetting collection: *Provided further*, That the rental payments collected pursuant to the previous proviso and deposited as an offsetting collection shall be available for obligation only pursuant to the regular notification procedures of the Committees on Appropriations: *Provided further*, That the assignment of United States Government employees or contractors to space in buildings constructed using funds appropriated under this heading shall be subject to the concurrence of the Administrator of the United States Agency for International Development: *Provided further*, That funds appropriated under this heading shall be available for obligation only pursuant to the regular notification procedures of the Committees on Appropriations. (Division D, H.R. 2673, Consolidated Appropriations Bill, FY 2004.)

[For an additional amount for "Capital Investment Fund", \$16,600,000, to remain available until expended: *Provided*, That the Administrator of the United States Agency for International Development shall assess fair and reasonable rental payments for the use of space by employees of other United States Government agencies in buildings constructed using funds appropriated under this heading, and such rental payments shall be deposited into this account as an offsetting collection: *Provided further*, That the rental payments collected pursuant to the previous proviso and deposited as an offsetting collection shall be available for obligation only pursuant to the regular notification procedures of the Committees on Appropriations.] (Emergency Supplemental Appropriations Act for Defense and for the Reconstruction of Iraq and Afghanistan, 2004.)

Program and Financing (in millions of dollars)

Identification code 72-0300-0-1-151	2003 actual	2004 est.	2005 est.	
Obligations by program activity:				
00.01	Information Technology	6	20	36
00.02	New Construction from Terrorist Response	34	82	29
10.00	Total new obligations	40	102	65
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year		3	
22.00	New budget authority (gross)	43	99	65
23.90	Total budgetary resources available for obligation	43	102	65
23.95	Total new obligations	-40	-102	-65
24.40	Unobligated balance carried forward, end of year	3		
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	9	20	36
40.00	Appropriation	34	79	29
43.00	Appropriation (total discretionary)	43	99	65
Change in obligated balances:				
72.40	Obligated balance, start of year		6	84

General and special funds—Continued

CAPITAL INVESTMENT FUND—Continued

Program and Financing (in millions of dollars)—Continued

Identification code 72-0300-0-1-151	2003 actual	2004 est.	2005 est.
73.10 Total new obligations	40	102	65
73.20 Total outlays (gross)	-34	-24	-38
74.40 Obligated balance, end of year	6	84	111
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	34	15	20
86.93 Outlays from discretionary balances		9	18
87.00 Total outlays (gross)	34	24	38
Net budget authority and outlays:			
89.00 Budget authority	43	99	65
90.00 Outlays	34	24	38

This account was established in 2003 for capital investments in information technology (IT)-related capital projects; \$36.1 million is being requested for this purpose in 2005. Funds from the CIF will only be made available after USAID has demonstrated a successful business case for its IT investments.

In this account, the Administration is also requesting funds for the USAID per capital contribution to the Capital Cost Sharing Program (CSCS) administered by the Department of State Overseas Building Operations. The CSCS program is designed to accelerate the construction of secure, safe, functional facilities for all U.S. Government Personnel overseas. The funding also provides for the cost of furniture for USAID personnel scheduled to move into embassy compounds in 2005.

Object Classification (in millions of dollars)

Identification code 72-0300-0-1-151	2003 actual	2004 est.	2005 est.
25.2 Other services	6	20	36
32.0 Land and structures	34	82	29
99.9 Total new obligations	40	102	65

TRANSITION INITIATIVES

For necessary expenses for international disaster rehabilitation and reconstruction assistance pursuant to section 491 of the Foreign Assistance Act of 1961, **[\$55,000,000] \$62,800,000**, to remain available until expended, to support transition to democracy and to long-term development of countries in crisis: *Provided*, That such support may include assistance to develop, strengthen, or preserve democratic institutions and processes, revitalize basic infrastructure, and foster the peaceful resolution of conflict: *Provided further*, That the United States Agency for International Development shall submit a report to the Committees on Appropriations at least 5 days prior to beginning a new program of assistance; *Provided further*, That if the President determines that is important to the national interests of the United States to provide transition assistance in excess of the amount appropriated under this heading, up to \$15,000,000 of the funds appropriated by this Act to carry out the provisions of part I of the Foreign Assistance Act of 1961 may be used for purposes of this heading and under the authorities applicable to funds appropriated under this heading: *Provided further*, That funds made available pursuant to the previous proviso shall be made available subject to prior consultation with the Committees on Appropriations. (*Division D, H.R. 2673, Consolidated Appropriations Bill, FY 2004.*)

Program and Financing (in millions of dollars)

Identification code 72-1027-0-1-151	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Direct Program Activity	56	67	63
10.00 Total new obligations	56	67	63

Budgetary resources available for obligation:

21.40 Unobligated balance carried forward, start of year	5	12	
22.00 New budget authority (gross)	62	55	63
22.10 Resources available from recoveries of prior year obligations		1	
23.90 Total budgetary resources available for obligation	68	67	63
23.95 Total new obligations	-56	-67	-63
24.40 Unobligated balance carried forward, end of year	12		

New budget authority (gross), detail:

Discretionary:			
40.00 Appropriation	50	55	63
42.00 Transferred from other accounts	12		
43.00 Appropriation (total discretionary)	62	55	63

Change in obligated balances:

72.40 Obligated balance, start of year	35	34	65
73.10 Total new obligations	56	67	63
73.20 Total outlays (gross)	-56	-36	-47
73.45 Recoveries of prior year obligations	-1		
74.40 Obligated balance, end of year	34	65	81

Outlays (gross), detail:

86.90 Outlays from new discretionary authority	16	14	16
86.93 Outlays from discretionary balances	40	22	31
87.00 Total outlays (gross)	56	36	47

Net budget authority and outlays:

89.00 Budget authority	62	55	63
90.00 Outlays	56	36	47

The Office of Transition Initiatives (OTI) addresses the opportunities and challenges facing conflict-prone countries and those making the transition from the initial crisis stage of a complex emergency (frequently addressed by the Office of Foreign Disaster Assistance) to the path of sustainable development. OTI collaborates closely with the Department of State, the National Security Council, the Department of Defense, and USAID's regional bureaus in the selection of high foreign policy priority countries for OTI's transition assistance and in the design and monitoring of OTI programs. OTI's efforts to advance peace and stability include support for: demobilization and re-integration of ex-combatants; community self-help programs that reduce tensions and promote grass-roots democratic media; and conflict resolution measures.

Object Classification (in millions of dollars)

Identification code 72-1027-0-1-151	2003 actual	2004 est.	2005 est.
25.2 Other services	4	5	5
41.0 Grants, subsidies, and contributions	52	62	58
99.9 Total new obligations	56	67	63

PAYMENT TO THE FOREIGN SERVICE RETIREMENT AND DISABILITY FUND

For payment to the Foreign Service Retirement and Disability Fund, as authorized by law, **[\$134,979,000] \$42,500,000**. (*Division D, H.R. 2673, Consolidated Appropriations Bill, FY 2004.*)

Program and Financing (in millions of dollars)

Identification code 72-1036-0-1-153	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Direct Program Activity	45	44	43
10.00 Total new obligations (object class 13.0)	45	44	43
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	45	44	43
23.95 Total new obligations	-45	-44	-43
New budget authority (gross), detail:			
Mandatory:			
60.00 Appropriation	45	44	43
Change in obligated balances:			
73.10 Total new obligations	45	44	43

73.20	Total outlays (gross)	-45	-44	-43
Outlays (gross), detail:				
86.97	Outlays from new mandatory authority	45	44	43
Net budget authority and outlays:				
89.00	Budget authority	45	44	43
90.00	Outlays	45	44	43

The 2005 request will finance the 2005 installment of the unfunded liability created by the addition of U.S. Agency for International Development (USAID) Foreign Service personnel to the foreign service retirement system and by subsequent salary increases and changes in legislation affecting benefits.

OPERATING EXPENSES OF THE UNITED STATES AGENCY FOR
INTERNATIONAL DEVELOPMENT OFFICE OF INSPECTOR GENERAL

For necessary expenses to carry out the provisions of section 667 of the Foreign Assistance Act of 1961, \$35,000,000, to remain available until September 30, [2005] 2006, which sum shall be available for the Office of the Inspector General of the United States Agency for International Development. (Division D, H.R. 2673, Consolidated Appropriations Bill, FY 2004.)

Program and Financing (in millions of dollars)

Identification code 72-1007-0-1-151	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Direct program	35	41	36
10.00 Total new obligations	35	41	36
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	4	8	4
22.00 New budget authority (gross)	38	37	35
22.10 Resources available from recoveries of prior year obligations	1		
23.90 Total budgetary resources available for obligation	43	45	39
23.95 Total new obligations	-35	-41	-36
23.98 Unobligated balance expiring or withdrawn	-1		
24.00 Unobligated balance carried forward, end of year	8	4	3
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	33	35	35
42.00 Transferred from other accounts	5	2	
43.00 Appropriation (total discretionary)	38	37	35
Change in obligated balances:			
72.40 Obligated balance, start of year	10	9	10
73.10 Total new obligations	35	41	36
73.20 Total outlays (gross)	-35	-42	-38
73.45 Recoveries of prior year obligations	-1		
74.40 Obligated balance, end of year	9	10	8
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	23	27	26
86.93 Outlays from discretionary balances	12	15	12
87.00 Total outlays (gross)	35	42	38
Net budget authority and outlays:			
89.00 Budget authority	38	37	35
90.00 Outlays	35	42	38

The funds cover the costs of operations of the Office of the Inspector General, Agency for International Development, and include salaries, expenses, and support costs of the Inspector General's personnel.

Object Classification (in millions of dollars)

Identification code 72-1007-0-1-151	2003 actual	2004 est.	2005 est.
Personnel compensation:			
11.1 Full-time permanent	14	15	15
11.3 Other than full-time permanent	1	1	1
11.5 Other personnel compensation	1	1	1
11.9 Total personnel compensation	16	17	17
12.1 Civilian personnel benefits	5	5	5

21.0	Travel and transportation of persons	2	2	2
23.1	Rental payments to GSA	2	2	2
23.2	Rental payments to others	2	2	2
25.1	Advisory and assistance services	1		
25.2	Other services	1	1	1
25.3	Other purchases of goods and services from Government accounts	5	11	6
31.0	Equipment	1	1	1
99.9	Total new obligations	35	41	36

Personnel Summary

Identification code 72-1007-0-1-151	2003 actual	2004 est.	2005 est.	
Direct:				
1001	Total compensable workyears: Civilian full-time equivalent employment	179	182	185

Public enterprise funds:

PROPERTY MANAGEMENT FUND

Program and Financing (in millions of dollars)

Identification code 72-4175-0-3-151	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
09.01 Reimbursable program	1	1	1
10.00 Total new obligations (object class 32.0)	1	1	1
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	3	2	1
22.00 New budget authority (gross)			1
23.90 Total budgetary resources available for obligation	3	2	2
23.95 Total new obligations	-1	-1	-1
24.40 Unobligated balance carried forward, end of year	2	1	1
New budget authority (gross), detail:			
Mandatory:			
69.00 Offsetting collections (cash)			1
Change in obligated balances:			
73.10 Total new obligations	1	1	1
73.20 Total outlays (gross)	-1	-1	-1
Outlays (gross), detail:			
86.98 Outlays from mandatory balances	1	1	1
Offsets:			
Against gross budget authority and outlays:			
88.40 Offsetting collections (cash) from: Non-Federal sources			-1
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays	1	1	

This Fund, as authorized by Public Law 101-513, is maintained for the deposit of proceeds from the sale of overseas property acquired by the U.S. Agency for International Development (USAID). The proceeds are available to construct or otherwise acquire outside the United States: 1) Essential living quarters, office space, and necessary supporting facilities for use of USAID personnel; and, 2) schools (including dormitories and boarding facilities) and hospitals for use of USAID personnel, U.S. Government personnel, and their dependents. In addition, the proceeds may be used to equip, staff, operate, and maintain such schools and hospitals.

WORKING CAPITAL FUND

Program and Financing (in millions of dollars)

Identification code 72-4513-0-4-151	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
09.01 Reimbursable program	3	5	6
09.09 Reimbursable program—subtotal line	3	5	6

Public enterprise funds—Continued**WORKING CAPITAL FUND—Continued****Program and Financing (in millions of dollars)—Continued**

Identification code 72-4513-0-4-151	2003 actual	2004 est.	2005 est.
10.00 Total new obligations	3	5	6
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	1	1	1
22.00 New budget authority (gross)	4	5	6
23.90 Total budgetary resources available for obligation	4	6	7
23.95 Total new obligations	-3	-5	-6
24.00 Unobligated balance carried forward, end of year	1	1	1
New budget authority (gross), detail:			
Discretionary:			
68.00 Spending authority from offsetting collections (gross): Offsetting collections (cash)	4	5	6
Change in obligated balances:			
72.40 Obligated balance, start of year	1	1	1
73.10 Total new obligations	3	5	6
73.20 Total outlays (gross)	-3	-6	-7
74.40 Obligated balance, end of year	1	1	1
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	2	5	6
86.93 Outlays from discretionary balances	1	1	1
87.00 Total outlays (gross)	3	6	7
Offsets:			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-4	-5	-6
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays		1	1

The Fund, authorized by section 635(m) of the Foreign Assistance Act of 1961, finances on a reimbursable basis the costs associated with providing administrative support to other agencies under the International Cooperative Administrative Support Services (ICASS) program overseas. Under ICASS, each agency pays a proportional share of the cost of those services they have agreed to receive. Working through inter-agency councils at post, all agencies have a say in determining which services the USAID mission will provide, defining service standards, reviewing costs, and determining funding levels. The Fund is also used for deposit of rebates from the use of Federal credit cards, the deposits then being made available for start-up costs at new ICASS service provider missions and for technical support to missions currently providing services.

Object Classification (in millions of dollars)

Identification code 72-4513-0-4-151	2003 actual	2004 est.	2005 est.
11.8 Reimbursable obligations: Personnel compensation: Special personal services payments	2	3	4
99.5 Below reporting threshold	1	2	2
99.9 Total new obligations	3	5	6

DEBT REDUCTION, FINANCING ACCOUNT**Program and Financing (in millions of dollars)**

Identification code 72-4137-0-3-151	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.03 Interest on Treasury borrowing—EAI debt		4	4
08.02 Downward reestimate of subsidy	2		
08.03 Loan purchase from liquidating accounts	67	43	
08.04 Interest on downward reestimate	2		
10.00 Total new obligations	71	47	4
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	83	99	102

22.00 New financing authority (gross)	87	50	4
23.90 Total budgetary resources available for obligation	170	149	106
23.95 Total new obligations	-71	-47	-4
24.40 Unobligated balance carried forward, end of year	99	102	102
New financing authority (gross), detail:			
Mandatory:			
67.10 Authority to borrow	63	30	
69.00 Offsetting collections	11	22	22
69.00 Offsetting collections (Debt Reduction)	13	17	13
69.47 Portion applied to repay debt		-19	-31
69.90 Spending authority from offsetting collections (total mandatory)	24	20	4
70.00 Total new financing authority (gross)	87	50	4
Change in obligated balances:			
73.10 Total new obligations	71	47	4
73.20 Total financing disbursements (gross)	-71	-47	-4
87.00 Total financing disbursements (gross)	71	47	4
Offsets:			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Federal sources—Ethiopia Subsidy	-8		
88.00 Federal sources—Jordan Subsidy	-2		
88.00 Federal sources—Nicaragua/Mali Subsidy	-3	-3	
88.00 Federal sources—Panama subsidy		-6	
88.00 Federal sources—Cote D'Ivoire/Guyana subsidy		-7	
88.00 Federal sources—DROC subsidy			-13
88.25 Interest on uninvested funds		-7	-7
88.40 Non-federal sources (Principal Repayments)	-11	-15	-15
88.40 Non-Federal sources—NGO payment for Panama		-1	
88.90 Total, offsetting collections (cash)	-24	-39	-35
Net financing authority and financing disbursements:			
89.00 Financing authority	63	11	-31
90.00 Financing disbursements	47	8	-31

Status of Direct Loans (in millions of dollars)

Identification code 72-4137-0-3-151	2003 actual	2004 est.	2005 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	119	175	184
1233 Disbursements: Purchase of loans assets from a liquidating account	67	43	
1251 Repayments: Repayments and prepayments	-11	-15	-15
Write-offs for default:			
1263 Direct loans		-19	-13
1264 Other adjustments, net			
1290 Outstanding, end of year	175	184	156

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from restructuring loans administered by the U.S. Agency for International Development.

Balance Sheet (in millions of dollars)

Identification code 72-4137-0-3-151	2002 actual	2003 actual	2004 est.	2005 est.
ASSETS:				
Federal assets:				
1101 Fund balances with Treasury	84	99		
Investments in US securities:				
1106 Interest from Treasury Receivable, net		7		
1106 Receivables, net		3		
1206 Non-Federal assets: Receivables, net				
Net value of assets related to post-1991 direct loans receivable:				
1401 Direct loans receivable, gross	119	175		
1405 Allowance for subsidy cost (-)	-184	-172		
1499 Net present value of assets related to direct loans	-65	3		
1999 Total assets	19	112		
LIABILITIES:				
Federal liabilities:				
2102 Interest payable-BPD		4		
2103 Debt	4	30		
2103 Debt (Debt Reduction)	15	78		

2999	Total liabilities	19	112	.....
4999	Total liabilities and net position	19	112	.....

Note: Consistent with Government-wide practice, information for 2004 and 2005 was not required to be collected.

LOAN GUARANTEES TO ISRAEL PROGRAM ACCOUNT

Program and Financing (in millions of dollars)

Identification code 72-0301-0-1-151	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.07	Reestimates of loan guarantee subsidy	19	.....
00.08	Interest on reestimates of loan guarantee subsidy	1	.....
10.00	Total new obligations (object class 41.0)	20	.....
Budgetary resources available for obligation:			
22.00	New budget authority (gross)	20	.....
23.95	Total new obligations	-20	.....
New budget authority (gross), detail:			
Mandatory:			
60.00	Appropriation	20	.....
Change in obligated balances:			
73.10	Total new obligations	20	.....
73.20	Total outlays (gross)	-20	.....
Outlays (gross), detail:			
86.97	Outlays from new mandatory authority	20	.....
Net budget authority and outlays:			
89.00	Budget authority	20	.....
90.00	Outlays	20	.....

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)

Identification code 72-0301-0-1-151	2003 actual	2004 est.	2005 est.	
Guaranteed loan levels supportable by subsidy budget authority:				
215001	Loan guarantee level	1,600	3,460	3,650
215901	Total loan guarantee levels	1,600	3,460	3,650
Guaranteed loan subsidy (in percent):				
232001	Loan guarantee level	0.00	0.00	0.00
232001	Loan guarantee level	0.00	0.00	0.00
232901	Weighted average subsidy rate	0.00	0.00	0.00
Guaranteed loan subsidy budget authority:				
233001	Loan guarantee level			
233901	Total subsidy budget authority			
Guaranteed loan subsidy outlays:				
234001	Loan guarantee level			
234901	Total subsidy outlays			
Guaranteed loan upward reestimate subsidy budget authority:				
235001	Loan guarantee level		20	
235901	Total upward reestimate budget authority		20	
Guaranteed loan downward reestimate subsidy budget authority:				
237001	Loan guarantee level		-155	
237901	Total downward reestimate subsidy budget authority		-155	

LOAN GUARANTEES TO ISRAEL FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 72-4119-0-3-151	2003 actual	2004 est.	2005 est.	
Obligations by program activity:				
08.02	Obligations for downward reestimates	95	.....
08.04	Obligations for interest on downward reestimates	60	.....
10.00	Total new obligations	155	.....
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	665	828	1,085
22.00	New financing authority (gross)	162	412	427

23.90	Total budgetary resources available for obligation	827	1,240	1,512
23.95	Total new obligations		-155	.....
24.40	Unobligated balance carried forward, end of year	828	1,085	1,512

New financing authority (gross), detail:

Discretionary:				
68.00	Spending authority from offsetting collections (gross): Offsetting collections (cash)	162	412	427

Change in obligated balances:

73.10	Total new obligations		155	.....
73.20	Total financing disbursements (gross)		-155	.....
87.00	Total financing disbursements (gross)		155	.....

Offsets:

Against gross financing authority and financing disbursements:					
Offsetting collections (cash) from:					
88.00	Federal sources		-20	.....
88.25	Interest on uninvested funds		-45	-46	-62
88.40	Non-Federal sources		-117	-346	-365
88.90	Total, offsetting collections (cash)		-162	-412	-427

Net financing authority and financing disbursements:

89.00	Financing authority				
90.00	Financing disbursements		-162	-257	-427

Status of Guaranteed Loans (in millions of dollars)

Identification code 72-4119-0-3-151	2003 actual	2004 est.	2005 est.	
Position with respect to appropriations act limitation on commitments:				
2111	Limitation on guaranteed loans made by private lenders	3,000	3,000	3,000
2121	Limitation available from carry-forward		1,400	940
2142	Uncommitted loan guarantee limitation			-290
2143	Uncommitted limitation carried forward		-940	.....
2150	Total guaranteed loan commitments	1,600	3,460	3,650
Cumulative balance of guaranteed loans outstanding:				
2210	Outstanding, start of year	9,206	10,789	14,200
2231	Disbursements of new guaranteed loans	1,600	3,460	3,650
2251	Repayments and prepayments	-17	-49	-112
2290	Outstanding, end of year	10,789	14,200	17,738
Memorandum:				
2299	Guaranteed amount of guaranteed loans outstanding, end of year	10,789	14,200	17,738

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)

Identification code 72-4119-0-3-151	2003 actual	2004 est.	2005 est.	
Direct loan downward reestimate subsidy budget authority:				
137001	Downward reestimates subsidy budget authority—Reestimates		95	.....
137002	Downward reestimates subsidy budget authority—Interest		60	.....
137901	Total downward reestimate budget authority		155	.....

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in 1992 and beyond (including modifications of direct loans that resulted from obligations in any year). The amounts in this account are a means of financing and are not included in the budget totals.

Balance Sheet (in millions of dollars)

Identification code 72-4119-0-3-151	2002 actual	2003 actual	2004 est.	2005 est.
ASSETS:				
1101	Federal assets: Fund balances with Treasury	668	828	.....
1999	Total assets	668	828	.....

Public enterprise funds—Continued

LOAN GUARANTEES TO ISRAEL FINANCING ACCOUNT—Continued

Balance Sheet (in millions of dollars)—Continued

Identification code 72-4119-0-3-151	2002 actual	2003 actual	2004 est.	2005 est.
LIABILITIES:				
2204 Non-Federal liabilities: Liabilities for loan guarantees	668	828		
2999 Total liabilities	668	828		
4999 Total liabilities and net position	668	828		

Note: Consistent with Government-wide practice, information for 2004 and 2005 was not required to be collected.

URBAN AND ENVIRONMENTAL CREDIT PROGRAM ACCOUNT

Program and Financing (in millions of dollars)

Identification code 72-0401-0-1-151	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.07 Reestimates of loan guarantees	6	48	
00.08 Interest on reestimates of loan guarantee subsidy	4	26	
10.00 Total new obligations (object class 41.0)	10	74	
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	10	74	
23.95 Total new obligations	-10	-74	
New budget authority (gross), detail:			
Mandatory:			
60.00 Appropriation	10	74	
Change in obligated balances:			
72.40 Obligated balance, start of year	3	2	
73.10 Total new obligations	10	74	
73.20 Total outlays (gross)	-10	-76	
73.40 Adjustments in expired accounts (net)	-1		
74.40 Obligated balance, end of year	2		
Outlays (gross), detail:			
86.93 Outlays from discretionary balances		2	
86.97 Outlays from new mandatory authority	10	74	
87.00 Total outlays (gross)	10	76	
Net budget authority and outlays:			
89.00 Budget authority	10	74	
90.00 Outlays	10	76	

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)

Identification code 72-0401-0-1-151	2003 actual	2004 est.	2005 est.
Guaranteed loan levels supportable by subsidy budget authority:			
215001 UE			
215901 Total loan guarantee levels			
Guaranteed loan subsidy (in percent):			
232001 UE	0.00	0.00	
232901 Weighted average subsidy rate	0.00	0.00	
Guaranteed loan subsidy budget authority:			
233001 UE			
233901 Total subsidy budget authority			
Guaranteed loan subsidy outlays:			
234001 UE			
234901 Total subsidy outlays			
Guaranteed loan upward reestimate subsidy budget authority:			
235001 UE	10	74	
235901 Total upward reestimate budget authority	10	74	
Guaranteed loan downward reestimate subsidy budget authority:			
237001 UE	-29		
237901 Total downward reestimate subsidy budget authority	-29		

URBAN AND ENVIRONMENTAL CREDIT PROGRAM GUARANTEED LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 72-4344-0-3-151	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Default Claims	10	19	19
08.02 Downward reestimate paid to receipt account	21		
08.04 Interest on downward reestimates	8		
10.00 Total new obligations	39	19	19
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	59	50	114
22.00 New financing authority (gross)	18	82	8
22.10 Resources available from recoveries of prior year obligations	14	1	
23.90 Total budgetary resources available for obligation	91	133	122
23.95 Total new obligations	-39	-19	-19
24.40 Unobligated balance carried forward, end of year	50	114	103
New financing authority (gross), detail:			
Discretionary:			
68.00 Spending authority from offsetting collections (gross): (cash)	18	82	8
Change in obligated balances:			
72.40 Obligated balance, start of year	15	4	
73.10 Total new obligations	39	19	19
73.20 Total financing disbursements (gross)	-37	-22	-19
73.45 Recoveries of prior year obligations	-14	-1	
74.40 Obligated balance, end of year	4		
87.00 Total financing disbursements (gross)	37	22	19
Offsets:			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Federal sources	-10	-74	
88.25 Interest on uninvested funds	-5	-6	-6
88.40 Non-Federal sources	-3	-2	-2
88.90 Total, offsetting collections (cash)	-18	-82	-8
Net financing authority and financing disbursements:			
89.00 Financing authority			
90.00 Financing disbursements	20	-60	11

Status of Guaranteed Loans (in millions of dollars)

Identification code 72-4344-0-3-151	2003 actual	2004 est.	2005 est.
Position with respect to appropriations act limitation on commitments:			
2111 Limitation on guaranteed loans made by private lenders			
2150 Total guaranteed loan commitments			
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year	584	540	508
2231 Disbursements of new guaranteed loans		12	
2251 Repayments and prepayments	-21	-25	-30
Adjustments:			
2263 Terminations for default that result in claim payments	-10	-19	-19
2264 Other adjustments, net	-13		
2290 Outstanding, end of year	540	508	459
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year	540	508	459

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from loan guarantees under the United States Agency for International Development (USAID) Urban and Environmental Credit Program committed in 1992 and beyond. The amounts in this account are a means of financing and are not included in the budget totals.

Balance Sheet (in millions of dollars)

Identification code 72-4344-0-3-151	2002 actual	2003 actual	2004 est.	2005 est.
ASSETS:				
Federal assets:				
1101 Fund balances with Treasury	74	54		
1106 Investments in US securities:				
Receivables, net				
1999 Total assets	74	54		
LIABILITIES:				
2204 Non-Federal liabilities: Liabilities for loan guarantees	74	54		
2999 Total liabilities	74	54		
4999 Total liabilities and net position	74	54		

Note: Consistent with Government-wide practice, information for 2004 and 2005 was not required to be collected.

HOUSING AND OTHER CREDIT GUARANTY PROGRAMS LIQUIDATING ACCOUNT**Program and Financing** (in millions of dollars)

Identification code 72-4340-0-3-151	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Claims payments	44	55	23
00.04 Refund of Nicaraguan Subsidy		3	
10.00 Total new obligations (object class 42.0)	44	58	23
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	27	100	
22.00 New budget authority (gross)	144	58	23
22.10 Resources available from recoveries of prior year obligations			43
22.40 Capital transfer to general fund	-27	-100	-43
23.90 Total budgetary resources available for obligation	144	58	23
23.95 Total new obligations	-44	-58	-23
24.40 Unobligated balance carried forward, end of year	100		
New budget authority (gross), detail:			
Mandatory:			
60.00 Appropriation	40	58	23
69.00 Offsetting collections (cash)	110	42	39
69.27 Capital transfer to general fund	-6	-42	-39
69.90 Spending authority from offsetting collections (total mandatory)	104		
70.00 Total new budget authority (gross)	144	58	23
Change in obligated balances:			
72.40 Obligated balance, start of year	5	10	46
73.10 Total new obligations	44	58	23
73.20 Total outlays (gross)	-40	-22	-23
73.45 Recoveries of prior year obligations			-43
74.40 Obligated balance, end of year	10	46	3
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority	40	22	23
Offsets:			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources (debt reduction)	-67		
88.40 Receipts of principal resulting from rescheduled claims	-19	-19	-18
88.40 Recoveries of claims receivable	-1	-1	-1
88.40 Fees	-5	-5	-5
88.40 Interest & late pmt. collection	-18	-17	-15
88.90 Total, offsetting collections (cash)	-110	-42	-39
Net budget authority and outlays:			
89.00 Budget authority	34	16	-16
90.00 Outlays	-69	-20	-16

Status of Guaranteed Loans (in millions of dollars)

Identification code 72-4340-0-3-151	2003 actual	2004 est.	2005 est.
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year	1,499	1,361	1,253
2251 Repayments and prepayments	-40	-86	-80

Adjustments:			
2261 Terminations for default that result in loans receivable	-44	-22	-23
2264 Other adjustments, net	-54		
2290 Outstanding, end of year	1,361	1,253	1,150
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year	1,361	1,253	1,150
Addendum:			
Cumulative balance of defaulted guaranteed loans that result in loans receivable:			
2310 Outstanding, start of year	450	499	479
2331 Disbursements for guaranteed loan claims	44	22	23
2351 Repayments of loans receivable	-31	-42	-39
2351 Repayments of loans receivable (DRC loans transferred to 72-4137)	-3		
2351 Repayments of loans receivable (Jordan loans transferred to 72-4137)	-12		
2351 Repayments of loans receivable (Nicaragua)	-3		
2361 Write-offs of loans receivable	-40		
2364 Other adjustments, net	94		
2390 Outstanding, end of year	499	479	463

As required by the Federal Credit Reform Act of 1990, this account records, for the Urban and Environmental Credit Program, all cash flows to and from the Government resulting from direct loans obligated and loan guarantees committed prior to 1992. This account is shown on a cash basis. All new activity in this program in 1992 and beyond is recorded in corresponding program and financing accounts.

Balance Sheet (in millions of dollars)

Identification code 72-4340-0-3-151	2002 actual	2003 actual	2004 est.	2005 est.
ASSETS:				
1101 Federal assets: Fund balances with Treasury		110		
1206 Non-Federal assets: Receivables, net	2	8		
Net value of assets related to pre-1992 direct loans receivable and acquired defaulted guaranteed loans receivable:				
1701 Defaulted guaranteed loans, gross	450	499		
1702 Interest receivable	70	42		
1703 Allowance for estimated uncollectible loans and interest (-)	-320	-190		
1704 Defaulted guaranteed loans and interest receivable, net	200	351		
1799 Value of assets related to loan guarantees	200	351		
1999 Total assets	202	469		
LIABILITIES:				
2104 Federal liabilities: Resources payable to Treasury	-745	91		
2204 Non-Federal liabilities: Liabilities for loan guarantees	947	378		
2999 Total liabilities	202	469		
4999 Total liabilities and net position	202	469		

Note: Consistent with Government-wide practice, information for 2004 and 2005 was not required to be collected.

MICRO AND SMALL ENTERPRISE DEVELOPMENT PROGRAM ACCOUNT**Program and Financing** (in millions of dollars)

Identification code 72-0400-0-1-151	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.07 Reestimates on loan guarantee subsidy		5	
00.08 Interest on reestimates of loan guarantee subsidy		1	
10.00 Total new obligations (object class 41.0)		6	
Budgetary resources available for obligation:			
22.00 New budget authority (gross)		6	

Public enterprise funds—Continued

MICRO AND SMALL ENTERPRISE DEVELOPMENT PROGRAM ACCOUNT—Continued

Program and Financing (in millions of dollars)—Continued

Identification code 72-0400-0-1-151	2003 actual	2004 est.	2005 est.
23.95 Total new obligations		-6	
New budget authority (gross), detail:			
Mandatory:			
60.00 Appropriation—reestimates		6	
Change in obligated balances:			
72.40 Obligated balance, start of year	7	7	4
73.10 Total new obligations		6	
73.20 Total outlays (gross)	-1	-9	-2
74.40 Obligated balance, end of year	7	4	2
Outlays (gross), detail:			
86.93 Outlays from discretionary balances	1	3	2
86.97 Outlays from new mandatory authority		6	
87.00 Total outlays (gross)	1	9	2
Net budget authority and outlays:			
89.00 Budget authority		6	
90.00 Outlays	1	9	2

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)

Identification code 72-0400-0-1-151	2003 actual	2004 est.	2005 est.
Guaranteed loan levels supportable by subsidy budget authority:			
215001 MSED Loan Guarantee			
215901 Total loan guarantee levels			
Guaranteed loan subsidy (in percent):			
232001 MSED Loan Guarantee	0.00	0.00	0.00
232901 Weighted average subsidy rate	0.00	0.00	0.00
Guaranteed loan subsidy budget authority:			
233001 MSED Loan Guarantee			
233901 Total subsidy budget authority			
Guaranteed loan subsidy outlays:			
234001 MSED Loan Guarantee	1	3	1
234901 Total subsidy outlays	1	3	1
Guaranteed loan upward reestimate subsidy budget authority:			
235001 MSED Loan Guarantee		6	
235901 Total upward reestimate budget authority		6	
Guaranteed loan downward reestimate subsidy budget authority:			
237001 MSED Loan Guarantee		-2	
237901 Total downward reestimate subsidy budget authority		-2	

MICROENTERPRISE AND SMALL ENTERPRISE DEVELOPMENT CREDIT DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 72-4342-0-3-151	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
08.02 Obligations for downward reestimates		1	
10.00 Total new obligations		1	
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	1	2	
22.00 New financing authority (gross)	1		
22.60 Portion applied to repay debt		-1	
23.90 Total budgetary resources available for obligation	2	1	
23.95 Total new obligations		-1	
24.40 Unobligated balance carried forward, end of year	2		
New financing authority (gross), detail:			
Mandatory:			
69.00 Offsetting collections (cash)	1		

Change in obligated balances:

73.10 Total new obligations		1	
73.20 Total financing disbursements (gross)		-1	
87.00 Total financing disbursements (gross)		1	

Offsets:

Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.40 Non-Federal sources—Principal		-1	
88.40 Non-Federal sources			
88.90 Total, offsetting collections (cash)		-1	

Net financing authority and financing disbursements:

89.00 Financing authority			
90.00 Financing disbursements		1	

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated under the United States Agency for International Development (USAID) Microenterprise and Small Enterprise Development Credit Direct Loan program in 1992 and beyond (including modifications of direct loans that resulted from obligations in any year). The amounts in this account are a means of financing and are not included in the budget totals.

Balance Sheet (in millions of dollars)

Identification code 72-4342-0-3-151	2002 actual	2003 actual	2004 est.	2005 est.
ASSETS:				
1101 Federal assets: Fund balances with Treasury		2		
Net value of assets related to post-1991 direct loans receivable:				
1401 Direct loans receivable, gross				
1405 Allowance for subsidy cost (-)				
1499 Net present value of assets related to direct loans				
1999 Total assets		2		
LIABILITIES:				
Federal liabilities:				
2103 Debt—BPD		1		
2103 Debt		1		
2201 Non-Federal liabilities: Accounts payable				
2999 Total liabilities		2		
4999 Total liabilities and net position		2		

Note: Consistent with Government-wide practice, information for 2004 and 2005 was not required for collection.

MICROENTERPRISE AND SMALL ENTERPRISE DEVELOPMENT GUARANTEED LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 72-4343-0-3-151	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Default claims		1	1
08.02 Downward Reestimates paid to receipt account		2	
10.00 Total new obligations		3	1
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	1		7
22.00 New financing authority (gross)	2	13	1
22.10 Resources available from recoveries of prior year obligations		-3	
23.90 Total budgetary resources available for obligation	3	10	8
23.95 Total new obligations	-3	-3	-1
24.40 Unobligated balance carried forward, end of year		7	7
New financing authority (gross), detail:			
Mandatory:			
69.00 Offsetting collections (cash)	2	13	1
Change in obligated balances:			
72.40 Obligated balance, start of year		-3	
73.10 Total new obligations	3	3	1

73.20	Total financing disbursements (gross)	-6	-3	-1
73.45	Recoveries of prior year obligations		3	
74.40	Obligated balance, end of year	-3		
87.00	Total financing disbursements (gross)	6	3	1
Offsets:				
Against gross financing authority and financing disbursements:				
Offsetting collections (cash) from:				
88.00	Federal sources-program subsidy	-1	-3	-1
88.00	Federal sources-refund		-3	
88.00	Federal sources—reestimates		-6	
88.40	Non-Federal sources	-1	-1	
88.90	Total, offsetting collections (cash)	-2	-13	-1
Net financing authority and financing disbursements:				
89.00	Financing authority			
90.00	Financing disbursements	4	-10	

Status of Guaranteed Loans (in millions of dollars)

Identification code 72-4343-0-3-151	2003 actual	2004 est.	2005 est.	
Position with respect to appropriations act limitation on commitments:				
2111	Limitation on guaranteed loans made by private lenders			
2121	Limitation available from carry-forward			
2131	Guaranteed loan commitments exempt from limitation			
2142	Uncommitted loan guarantee limitation			
2150	Total guaranteed loan commitments			
2199	Guaranteed amount of guaranteed loan commitments			
Cumulative balance of guaranteed loans outstanding:				
2210	Outstanding, start of year	34	44	66
2231	Disbursements of new guaranteed loans	13	23	24
2251	Repayments and prepayments			-5
2263	Adjustments: Terminations for default that result in claim payments	-3	-1	-1
2290	Outstanding, end of year	44	66	84
Memorandum:				
2299	Guaranteed amount of guaranteed loans outstanding, end of year	25	33	42

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from loan guarantees under the United States Agency for International Development (USAID) Microenterprise and Small Enterprise Development Guarantee program committed in 1992 and beyond (including modifications of loan guarantees that resulted from commitments in any year). The amounts in this account are a means of financing and are not included in the budget totals.

Balance Sheet (in millions of dollars)

Identification code 72-4343-0-3-151	2002 actual	2003 actual	2004 est.	2005 est.
ASSETS:				
Federal assets:				
1101	Fund balances with Treasury	2	-3	
Investments in US securities:				
1106	Receivables, net		5	
1999	Total assets	2	2	
LIABILITIES:				
2204	Non-Federal liabilities: Liabilities for loan guarantees	2	2	
2999	Total liabilities	2	2	
4999	Total liabilities and net position	2	2	

Note: Consistent with Government-wide practice, information for 2004 and 2005 was not required to be collected.

PRIVATE SECTOR REVOLVING FUND LIQUIDATING ACCOUNT**Program and Financing (in millions of dollars)**

Identification code 72-4341-0-3-151	2003 actual	2004 est.	2005 est.
Budgetary resources available for obligation:			
22.00	New budget authority (gross)		1
22.40	Capital transfer to general fund		-1
23.90	Total budgetary resources available for obligation		
New budget authority (gross), detail:			
Mandatory:			
69.00	Offsetting collections (cash)		1
Offsets:			
Against gross budget authority and outlays:			
88.40	Offsetting collections (cash) from: Non-Federal sources		-1
Net budget authority and outlays:			
89.00	Budget authority		
90.00	Outlays		-1

Status of Direct Loans (in millions of dollars)

Identification code 72-4341-0-3-151	2003 actual	2004 est.	2005 est.
Cumulative balance of direct loans outstanding:			
1210	Outstanding, start of year	1	1
1251	Repayments: Repayments and prepayments		-1
1290	Outstanding, end of year	1	

Balance Sheet (in millions of dollars)

Identification code 72-4341-0-3-151	2002 actual	2003 actual	2004 est.	2005 est.
ASSETS:				
1101	Federal assets: Fund balances with Treasury			
Net value of assets related to pre-1992 direct loans receivable and acquired defaulted guaranteed loans receivable:				
1601	Direct loans, gross		1	
1603	Allowance for estimated uncollectible loans and interest (-)		-1	
1604	Direct loans and interest receivable, net			
1699	Value of assets related to direct loans			
1999	Total assets			
LIABILITIES:				
2104	Federal liabilities: Resources payable to Treasury			
2999	Total liabilities			
4999	Total liabilities and net position			

Note: Consistent with Government-wide practice, information for 2004 and 2005 was not required to be collected.

As required by the Federal Credit Reform Act of 1990, this account records all cash flows to and from the Government resulting from direct loans obligated and loan guarantees committed under the Private Sector Loan Fund prior to 1992. This account is shown on a cash basis.

DEVELOPMENT CREDIT AUTHORITY
(INCLUDING TRANSFER OF FUNDS)

For the cost of direct loans and loan guarantees provided by the United States Agency for International Development, as authorized by sections 108 and 635 of the Foreign Assistance Act of 1961, [funds] up to \$21,000,000, to remain available until September 30, 2008 may be derived by transfer from funds appropriated by this Act to carry out part I of such Act and under the heading "Assistance for Eastern Europe and the Baltic States": *Provided*, That [such funds shall not exceed \$21,000,000, which shall be made available

Public enterprise funds—Continued

DEVELOPMENT CREDIT AUTHORITY—Continued
(INCLUDING TRANSFER OF FUNDS)—Continued

only for micro and small enterprise programs, urban programs, and other programs which further the purposes of part I of the Act: *Provided further, That* such costs, including the cost of modifying such direct and guaranteed loans, shall be as defined in section 502 of the Congressional Budget Act of 1974, as amended: *Provided further, That* funds made available by this paragraph may be used for the cost of modifying any such guaranteed loans under this Act or prior Acts, and funds used for such costs shall be subject to the regular notification procedures of the Committees on Appropriations: *Provided further, That these funds are available to subsidize total loan principal, any part of which is to be guaranteed, of up to \$700,000,000.*

In addition, for administrative expenses to carry out credit programs administered by the United States Agency for International Development, \$8,000,000, which may be transferred to and merged with the appropriation for Operating Expenses of the United States Agency for International Development: *Provided, That* funds made available under this [heading] paragraph shall remain available until September 30, [2007] 2006. (Division D, H.R. 2673, Consolidated Appropriations Bill, FY 2004.)

Program and Financing (in millions of dollars)

Identification code 72-1264-0-1-151	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.02 Guaranteed loan subsidy	10	25	21
00.07 Reestimates of loan guarantee subsidy	7	1	.....
00.09 Administrative Expenses	7	10	9
10.00 Total new obligations	17	36	30
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	5	7	1
22.00 New budget authority (gross)	16	30	29
22.22 Unobligated balance transferred from other accounts	2	.....	.....
23.90 Total budgetary resources available for obligation	23	37	30
23.95 Total new obligations	-17	-36	-30
24.40 Unobligated balance carried forward, end of year	7	1	.....
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	8	8	8
42.00 Transferred from other accounts	8	21	21
43.00 Appropriation (total discretionary)	16	29	29
Mandatory:			
60.00 Appropriation—Reestimates .....	.....	1	.....
70.00 Total new budget authority (gross)	16	30	29
Change in obligated balances:			
72.40 Obligated balance, start of year	10	19	35
73.10 Total new obligations	17	36	30
73.20 Total outlays (gross)	-8	-20	-28
74.40 Obligated balance, end of year	19	35	35
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	6	12	12
86.93 Outlays from discretionary balances	2	7	16
86.97 Outlays from new mandatory authority .....	.....	1	.....
87.00 Total outlays (gross)	8	20	28
Net budget authority and outlays:			
89.00 Budget authority	16	30	29
90.00 Outlays	8	20	28

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)

Identification code 72-1264-0-1-151	2003 actual	2004 est.	2005 est.
Guaranteed loan levels supportable by subsidy budget authority:			
215001 DCA	280	675	487
215901 Total loan guarantee levels	280	675	487
Guaranteed loan subsidy (in percent):			
232001 DCA	6.44	3.11	4.31
232901 Weighted average subsidy rate	6.44	3.11	4.31

Guaranteed loan subsidy budget authority:			
233001 DCA	18	21	21
233901 Total subsidy budget authority	18	21	21
Guaranteed loan subsidy outlays:			
234001 DCA	2	9	17
234901 Total subsidy outlays	2	9	17
Guaranteed loan upward reestimate subsidy budget authority:			
235001 DCA .....	.....	1	.....
235901 Total upward reestimate budget authority .....	.....	1	.....
Guaranteed loan downward reestimate subsidy budget authority:			
237001 DCA .....	.....	.....	.....
237901 Total downward reestimate subsidy budget authority .....	.....	.....	.....
Administrative expense data:			
351001 Budget authority	8	8	8
358001 Outlays from balances	1	3	4
359001 Outlays from new authority	5	7	7

The Development Credit Authority (DCA) permits the Agency to substitute credit assistance (loans and loan guarantees) for grant assistance to achieve any of the economic development purposes authorized by the Congress in Part I of the Foreign Assistance Act of 1961, as amended. Subject to limits in annual appropriations acts and the normal congressional notification processes, disciplined credit assistance under DCA is principally intended for use where a development activity is financially viable, where borrowers are creditworthy, and where there is true risk sharing with private lenders. DCA augments grant assistance by mobilizing private capital in developing countries for sustainable development projects. In 2005 USAID plans to use some of this authority for supporting activities such as rural electrification, agribusiness lending, and loans for higher education and privatized health clinics.

Object Classification (in millions of dollars)

Identification code 72-1264-0-1-151	2003 actual	2004 est.	2005 est.
11.1 Personnel compensation: Full-time permanent	3	3	3
21.0 Travel and transportation of persons	1	1	1
25.1 Advisory and assistance services	2	4	2
25.3 Other purchases of goods and services from Government accounts	1	2	3
41.0 Grants, subsidies, and contributions	10	25	21
41.0 Subsidy for Reestimates .....	.....	1	.....
99.9 Total new obligations	17	36	30

Personnel Summary

Identification code 72-1264-0-1-151	2003 actual	2004 est.	2005 est.
Direct:			
1001 Total compensable workyears: Civilian full-time equivalent employment	26	26	26

DEVELOPMENT CREDIT AUTHORITY GUARANTEED LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 72-4266-0-3-151	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Default Claims .....	.....	1	1
10.00 Total new obligations .....	.....	1	1
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	1	3	15
22.00 New financing authority (gross)	3	13	20
23.90 Total budgetary resources available for obligation	4	16	35
23.95 Total new obligations .....	.....	-1	-1

24.40	Unobligated balance carried forward, end of year	3	15	34
New financing authority (gross), detail:				
Mandatory:				
69.00	Offsetting collections (cash)	3	13	20
Change in obligated balances:				
73.10	Total new obligations		1	1
73.20	Total financing disbursements (gross)		-1	-1
87.00	Total financing disbursements (gross)		1	1
Offsets:				
Against gross financing authority and financing disbursements:				
Offsetting collections (cash) from:				
88.00	Federal sources: Subsidy payments from program account	-2	-9	-17
88.00	Federal sources—Reestimates		-1	
88.25	Interest on uninvested funds		-1	-1
88.40	Non-Federal sources	-1	-2	-2
88.90	Total, offsetting collections (cash)	-3	-13	-20
Net financing authority and financing disbursements:				
89.00	Financing authority			
90.00	Financing disbursements	-3	-12	-19

Status of Guaranteed Loans (in millions of dollars)

Identification code 72-4266-0-3-151	2003 actual	2004 est.	2005 est.
Position with respect to appropriations act limitation on commitments:			
2111	Limitation on guaranteed loans made by private lenders	700	700
2121	Limitation available from carry-forward	479	467
2131	Guaranteed loan commitments exempt from limitation	280	
2142	Uncommitted loan guarantee limitation		
2143	Uncommitted limitation carried forward	-467	-492
2150	Total guaranteed loan commitments	292	675
2199	Guaranteed amount of guaranteed loan commitments	146	338
Cumulative balance of guaranteed loans outstanding:			
2210	Outstanding, start of year	41	56
2231	Disbursements of new guaranteed loans	27	90
2251	Repayments and prepayments	-12	-20
2263	Adjustments: Terminations for default that result in claim payments		-1
2290	Outstanding, end of year	56	125
Memorandum:			
2299	Guaranteed amount of guaranteed loans outstanding, end of year	28	63

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from guaranteed loans committed in 1992 and beyond (including modifications of direct loans that resulted from obligations in any year). The amounts in this account are a means of financing and are not included in the budget totals.

Balance Sheet (in millions of dollars)

Identification code 72-4266-0-3-151	2002 actual	2003 actual	2004 est.	2005 est.
ASSETS:				
1101	Federal assets: Fund balances with Treasury	1	4	
1999	Total assets	1	4	
LIABILITIES:				
2204	Non-Federal liabilities: Liabilities for loan guarantees	1	4	
2999	Total liabilities	1	4	
4999	Total liabilities and net position	1	4	

Note: Consistent with Government-wide practice, information for 2004 and 2005 was not required to be collected.

ECONOMIC ASSISTANCE LOANS LIQUIDATING ACCOUNT**Program and Financing (in millions of dollars)**

Identification code 72-4103-0-3-151	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01	Direct Program Activity—VEF	5	4
10.00	Total new obligations (object class 41.0)	5	4
Budgetary resources available for obligation:			
21.40	Unobligated balance carried forward, start of year	88	219
22.00	New budget authority (gross)	224	4
22.40	Capital transfer to general fund	-88	-219
23.90	Total budgetary resources available for obligation	224	4
23.95	Total new obligations	-5	-4
24.40	Unobligated balance carried forward, end of year	219	
New budget authority (gross), detail:			
Mandatory:			
69.00	Offsetting collections (cash)	762	647
69.27	Capital transfer to general fund	-538	-643
69.90	Spending authority from offsetting collections (total mandatory)	224	4
Change in obligated balances:			
72.40	Obligated balance, start of year	-2	-2
73.10	Total new obligations	5	4
73.20	Total outlays (gross)	-5	-4
74.40	Obligated balance, end of year	-2	
Outlays (gross), detail:			
86.97	Outlays from new mandatory authority	5	4
Offsets:			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00	Federal sources—debt reduction		-43
88.40	Non-Federal sources—Principal	-579	-501
88.40	Non-Federal sources—Interest	-183	-103
88.90	Total, offsetting collections (cash)	-762	-647
Net budget authority and outlays:			
89.00	Budget authority	-538	-643
90.00	Outlays	-757	-643

Status of Direct Loans (in millions of dollars)

Identification code 72-4103-0-3-151	2003 actual	2004 est.	2005 est.
Cumulative balance of direct loans outstanding:			
1210	Outstanding, start of year	8,768	8,263
1251	Repayments: Repayments and prepayments	-579	-501
Write-offs for default:			
1263	Direct loans		
1264	Other adjustments	74	
1264	Other adjustments—purchase of debt by debt reduction finance account (72-4137)		-43
1264	Other adjustments, (loss on debt reduction for Panama)		-6
1264	Other adjustments (loss on debt reduction for Philippines)		-8
1290	Outstanding, end of year	8,263	7,705

Balance Sheet (in millions of dollars)

Identification code 72-4103-0-3-151	2002 actual	2003 actual	2004 est.	2005 est.
ASSETS:				
Net value of assets related to pre-1992 direct loans receivable and acquired defaulted guaranteed loans receivable:				
1601	Direct loans, gross	8,768	8,263	
1602	Interest receivable	349	318	
1603	Allowance for estimated uncollectible loans and interest (-)	-6,124	-3,390	
1699	Value of assets related to direct loans	2,993	5,191	
1999	Total assets	2,993	5,191	
LIABILITIES:				
2104	Federal liabilities: Resources payable to Treasury	2,993	5,191	

Public enterprise funds—Continued**ECONOMIC ASSISTANCE LOANS LIQUIDATING ACCOUNT—Continued****Balance Sheet** (in millions of dollars)—Continued

Identification code 72-4103-0-3-151	2002 actual	2003 actual	2004 est.	2005 est.
2999 Total liabilities	2,993	5,191		
4999 Total liabilities and net position	2,993	5,191		

Note: Consistent with Government-wide practice, information for 2004 and 2005 was not required to be collected.

The Economic Assistance Loans liquidating account consolidates liquidating credit activity from three previous accounts: Economic Support Fund, Functional Development Assistance Program, and the Development Loans Revolving Fund. This was done to simplify presentation. As required by the Federal Credit Reform Act of 1990, this account records all cash flows to and from the Government resulting from direct loans prior to 1992. This account is shown on a cash basis.

Trust Funds**FOREIGN SERVICE NATIONAL SEPARATION LIABILITY TRUST FUND****Unavailable Receipts** (in millions of dollars)

Identification code 72-8342-0-7-602	2003 actual	2004 est.	2005 est.
Receipts:			
02.00 Foreign Service national separation liability trust fund	3	2	2
Appropriations:			
05.01 Foreign Service national separation liability trust fund	-3	-2	-2
07.99 Balance, end of year			

Program and Financing (in millions of dollars)

Identification code 72-8342-0-7-602	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Direct Program Activity	4	2	2
10.00 Total new obligations (object class 13.0)	4	2	2
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	3	2	2
22.10 Resources available from recoveries of prior year obligations	1		
23.90 Total budgetary resources available for obligation	4	2	2
23.95 Total new obligations	-4	-2	-2
New budget authority (gross), detail:			
Mandatory:			
60.26 Appropriation (trust fund)	3	2	2
Change in obligated balances:			
72.40 Obligated balance, start of year	15	17	18
73.10 Total new obligations	4	2	2
73.20 Total outlays (gross)	-1	-1	-1
73.45 Recoveries of prior year obligations	-1		
74.40 Obligated balance, end of year	17	18	19
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority	1	1	1
Net budget authority and outlays:			
89.00 Budget authority	3	2	2
90.00 Outlays	1	1	1

This Fund is maintained to pay separation costs for Foreign Service National employees of the United States Agency for International Development (USAID) in those countries in which such pay is legally required. The Fund, as authorized by Public Law 102-138, is maintained by annual Government contributions which are appropriated in several Agency accounts.

MISCELLANEOUS TRUST FUNDS, AID**Unavailable Receipts** (in millions of dollars)

Identification code 72-9971-0-7-151	2003 actual	2004 est.	2005 est.
01.99 Balance, start of year	2	2	2
Receipts:			
02.00 Gifts and donations, Agency for International Development	6	3	3
04.00 Total: Balances and collections	8	5	5
Appropriations:			
05.01 Miscellaneous trust funds, AID	-6	-3	-3
07.99 Balance, end of year	2	2	2

Program and Financing (in millions of dollars)

Identification code 72-9971-0-7-151	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Direct Program Activity	6	3	3
10.00 Total new obligations (object class 41.0)	6	3	3
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	2	2	2
22.00 New budget authority (gross)	6	3	3
23.90 Total budgetary resources available for obligation	8	5	5
23.95 Total new obligations	-6	-3	-3
24.40 Unobligated balance carried forward, end of year	2	2	2
New budget authority (gross), detail:			
Mandatory:			
60.26 Appropriation (trust fund)	6	3	3
Change in obligated balances:			
72.40 Obligated balance, start of year	1	5	1
73.10 Total new obligations	6	3	3
73.20 Total outlays (gross)	-2	-7	-4
74.40 Obligated balance, end of year	5	1	
Outlays (gross), detail:			
86.98 Outlays from mandatory balances	2	7	4
Net budget authority and outlays:			
89.00 Budget authority	6	3	3
90.00 Outlays	2	7	4

The Miscellaneous Trust Funds account includes gifts and donations that USAID receives from other governments, non-governmental organizations, or private citizens. USAID has authority to spend these gifts and donations for development purposes under Section 635(d) of the Foreign Assistance Act.

OVERSEAS PRIVATE INVESTMENT CORPORATION**Federal Funds****Public enterprise funds:****OVERSEAS PRIVATE INVESTMENT CORPORATION****NONCREDIT ACCOUNT**

The Overseas Private Investment Corporation is authorized to make, without regard to fiscal year limitations, as provided by 31 U.S.C. 9104, such expenditures and commitments within the limits of funds available to it and in accordance with law as may be necessary: *Provided*, That the amount available for administrative expenses to carry out the credit and insurance programs (including an amount for official reception and representation expenses which shall not exceed \$35,000) shall not exceed **[\$41,385,000] \$42,885,000**: *Provided further*, That project-specific transaction costs, including direct and indirect costs incurred in claims settlements, and other direct costs associated with services provided to specific investors or potential investors pursuant to section 234 of the Foreign Assistance Act of 1961, shall not be considered administrative expenses for the purposes of this heading. (*Division D, H.R. 2673, Consolidated Appropriations Bill, FY 2004.*)

These balances are reserves held for potential claims and are not expected to be obligated.

Program and Financing (in millions of dollars)

Identification code 71-4184-0-3-151	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Noncredit administrative expenses	16	17	17
00.02 Insurance claim payments/provisions	45	48	48
00.03 Credit administrative expenses	24	25	26
00.04 Health Care Conversion	3		
00.05 Project Specific insurance expenses	3	2	3
00.06 FAIC payables to financing accounts	38		
10.00 Total new obligations	84	89	94
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	218	234	221
22.00 New budget authority (gross)	56	66	83
22.10 Resources available from recoveries of prior year obligations	41		
22.22 Unobligated balance transferred from other accounts	3	10	6
23.90 Total budgetary resources available for obligation	318	310	310
23.95 Total new obligations	-84	-89	-94
24.40 Unobligated balance carried forward, end of year	234	221	216
24.41 Unavailable balance, start of year	3,125	3,365	3,564
24.41 Unavailable balance, end of year	3,365	3,564	3,751
New budget authority (gross), detail:			
Discretionary:			
41.00 Transferred to other accounts—Credit Administrative Expenses and Subsidy	-48	-49	-50
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash)	308	314	320
68.00 Offsetting collections (FAIC interest)	38		
68.10 Change in uncollected customer payments from Federal sources (unexpired)	-3		
68.45 Portion precluded from obligation (limitation on obligations)	-239	-199	-187
68.90 Spending authority from offsetting collections (total discretionary)	104	115	133
70.00 Total new budget authority (gross)	56	66	83
Change in obligated balances:			
72.40 Obligated balance, start of year	93	63	60
73.10 Total new obligations	84	89	94
73.20 Total outlays (gross)	-76	-92	-76
73.45 Recoveries of prior year obligations	-41		
74.00 Change in uncollected customer payments from Federal sources (unexpired)	3		
74.40 Obligated balance, end of year	63	60	78
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	76	44	51
86.93 Outlays from discretionary balances		48	25
87.00 Total outlays (gross)	76	92	76
Offsets:			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources	-24	-25	-26
88.20 Interest on Federal securities	-272	-246	-253
88.40 Non-Fed insurance premiums	-50	-43	-41
88.90 Total, offsetting collections (cash)	-346	-314	-320
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired)	3		
Net budget authority and outlays:			
89.00 Budget authority	-287	-248	-237
90.00 Outlays	-270	-222	-244
Memorandum (non-add) entries:			
92.01 Total investments, start of year: Federal securities:			
Par value	3,464	3,658	3,761
92.02 Total investments, end of year: Federal securities:			
Par value	3,658	3,761	3,961

The Overseas Private Investment Corporation encourages the participation of United States private sector capital and skills in the economic and social development of developing countries and emerging market economies. Its primary non-credit program is political risk insurance against losses due to expropriation, inconvertibility, and damage due to political violence.

Status of Funds (in millions of dollars)

Identification code 71-4184-0-3-151	2003 actual	2004 est.	2005 est.
Unexpended balance, start of year:			
0100 Treasury balance	5	34	80
U.S. Securities:			
0101 Par value	3,464	3,658	3,761
0102 Unrealized discounts	-33	-30	
0199 Total balance, start of year	3,436	3,655	3,841
Cash income during the year:			
Current law:			
Offsetting collections:			
1280 Offsetting collections	346	314	320
1299 Income under present law	346	314	320
Cash outgo during year:			
Current law:			
4500 Overseas private investment corporation noncredit account	-76	-92	-76
7645 Transfers, net	-45	-39	-44
Unexpended balance, end of year:			
8700 Uninvested balance	34	80	80
Federal securities:			
8701 Par value	3,658	3,761	3,961
8702 Unrealized discounts	-30		
8799 Total balance, end of year	3,671	3,841	4,041

INSURANCE PROGRAM ACTIVITY

	[In millions of dollars]			
	2002 actual	2003 actual	2004 est.	2005 est.
Aggregate insurance outstanding, start of year ..	15,191	11,883	11,953	12,353
Aggregate insurance issued during year	1,222	1,753	1,800	2,000
Aggregate insurance reductions and cancellations	-4,530	-1,683	-1,400	-1,200
Aggregate insurance outstanding, end of year	11,883	11,953	12,353	13,153
Net growth/(decline) of portfolio	-3,308	70	400	800
Net growth rate of insurance portfolio (in percent)	-21.78	0.59	3.35	6.48

STATUS OF INSURANCE AUTHORITY

	[In millions of dollars]			
	2002 actual	2003 actual	2004 est.	2005 est.
Statutory authority limitation ¹	29,000	29,000	29,000	29,000
Maximum contingent liability, end of year	6,908	6,890	7,000	7,100
Estimated potential exposure to claims, end of year	4,829	4,919	5,025	5,350

¹This is a combined insurance and finance limitation. OPIC will monitor issuance and runoff to stay within the limitation.

Object Classification (in millions of dollars)

Identification code 71-4184-0-3-151	2003 actual	2004 est.	2005 est.
11.1 Personnel compensation: Full-time permanent	18	19	20
12.1 Civilian personnel benefits	4	5	5
12.1 Civilian personnel benefits (health insurance conversion)	3		
21.0 Travel and transportation of persons	4	1	1
21.0 Travel and transportation of persons (working capital)		1	1
23.2 Rental payments to others	8	7	7
25.2 Other services	7	5	5
25.2 Other services (working capital)		5	6
26.0 Supplies and materials	2	1	1
42.0 Insurance claims and indemnities		45	48
43.0 FAIC Interest (correction)	38		
99.9 Total new obligations	84	89	94

Personnel Summary

Identification code 71-4184-0-3-151	2003 actual	2004 est.	2005 est.
Direct:			
1001 Total compensable workyears: Civilian full-time equivalent employment	195	220	225

Credit accounts:

OVERSEAS PRIVATE INVESTMENT CORPORATION
PROGRAM ACCOUNT

For the cost of direct and guaranteed loans, \$24,000,000, as authorized by section 234 of the Foreign Assistance Act of 1961, to be derived by transfer from the Overseas Private Investment Corporation Non-Credit Account: *Provided*, That such costs, including the cost of modifying such loans, shall be as defined in section 502 of the Congressional Budget Act of 1974: *Provided further*, That such sums shall be available for direct loan obligations and loan guaranty commitments incurred or made during fiscal years [2004 and] 2005 and 2006: *Provided further*, That such sums shall remain available through fiscal year [2012] 2013 for the disbursement of direct and guaranteed loans obligated in fiscal year [2004] 2005, and through fiscal year [2013] 2014 for the disbursement of direct and guaranteed loans obligated in fiscal year [2005] 2006.

In addition, such sums as may be necessary for administrative expenses to carry out the credit program may be derived from amounts available for administrative expenses to carry out the credit and insurance programs in the Overseas Private Investment Corporation Noncredit Account and merged with said account. (*Division D, H.R. 2673, Consolidated Appropriations Bill, FY 2004.*)

Program and Financing (in millions of dollars)

Identification code 71-0100-0-1-151	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Direct loan subsidy	17	19	19
00.02 Guaranteed loan subsidy	1	5	5
00.05 Direct Loan upward reestimate—NIS	7	.....	.....
00.06 Direct Loan Interest on upward reestimate—NIS	3	.....	.....
00.07 Guaranteed Loan upward reestimate	107	103	.....
00.08 Guaranteed Loan interest on upward reestimate	51	31	.....
00.09 Credit administrative expenses	25	25	26
10.00 Total new obligations	211	183	50
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	9	13	13
22.00 New budget authority (gross)	216	183	50
23.90 Total budgetary resources available for obligation	225	196	63
23.95 Total new obligations	-211	-183	-50
24.40 Unobligated balance carried forward, end of year	13	13	13
New budget authority (gross), detail:			
Discretionary:			
42.00 Transferred from other accounts	48	49	50
Mandatory:			
60.00 Appropriation—Regular OPIC Finance	158	134	.....
60.00 Appropriation—NIS Funding	10	.....	.....
62.50 Appropriation (total mandatory)	168	134	.....
70.00 Total new budget authority (gross)	216	183	50
Change in obligated balances:			
72.40 Obligated balance, start of year	73	75	96
73.10 Total new obligations	211	183	50
73.20 Total outlays (gross)	-197	-162	-44
73.40 Adjustments in expired accounts (net)	-13	.....	.....
74.40 Obligated balance, end of year	75	96	102
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	25	26	27
86.93 Outlays from discretionary balances	4	2	17
86.97 Outlays from new mandatory authority	168	134	.....
87.00 Total outlays (gross)	197	162	44
Net budget authority and outlays:			
89.00 Budget authority	216	183	50
90.00 Outlays	198	162	44

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)

Identification code 71-0100-0-1-151	2003 actual	2004 est.	2005 est.
Direct loan levels supportable by subsidy budget authority:			
115001 OPIC direct loan program	394	34	33
115002 OPIC direct loan, Small Business Center .....	.....	109	78
115901 Total direct loan levels	394	143	111

Direct loan subsidy (in percent):			
132001 OPIC direct loan program	4.97	14.89	14.95
132002 OPIC direct loan, Small Business Center	0.00	17.36	18.00
132901 Weighted average subsidy rate	4.97	16.78	17.12
Direct loan subsidy budget authority:			
133001 OPIC direct loan program	20	5	5
133002 OPIC direct loan, Small Business Center .....	.....	19	14
133901 Total subsidy budget authority	20	24	19
Direct loan subsidy outlays:			
134001 OPIC direct loan program	1	1	4
134002 OPIC direct loan, Small Business Center .....	.....	2	8
134901 Total subsidy outlays	1	3	12
Direct loan upward reestimate subsidy budget authority:			
135001 OPIC direct loan	10	.....	.....
135901 Total upward reestimate budget authority	10	.....	.....
Direct loan downward reestimate subsidy budget authority:			
137001 OPIC direct loan program	-18	-26	.....
137901 Total downward reestimate budget authority	-18	-26	.....
Guaranteed loan levels supportable by subsidy budget authority:			
215001 OPIC loan guarantees	642	176	415
215003 OPIC Investment Funds	70	100	200
215901 Total loan guarantee levels	712	276	615
Guaranteed loan subsidy (in percent):			
232001 OPIC loan guarantees	-8.21	1.70	0.60
232003 OPIC Investment Funds	-5.08	2.00	0.22
232901 Weighted average subsidy rate	-8.01	1.81	0.49
Guaranteed loan subsidy budget authority:			
233001 OPIC loan guarantees	-53	3	3
233003 OPIC Investment Funds	-4	2	.....
233901 Total subsidy budget authority	-57	5	3
Guaranteed loan subsidy outlays:			
234001 OPIC loan guarantees .....	.....	1	3
234003 OPIC Investment Funds .....	.....	1	2
234901 Total subsidy outlays .....	.....	2	5
Guaranteed loan upward reestimate subsidy budget authority:			
235001 OPIC loan guarantees	159	134	.....
235901 Total upward reestimate budget authority	159	134	.....
Guaranteed loan downward reestimate subsidy budget authority:			
237001 OPIC loan guarantees	-40	-66	.....
237901 Total downward reestimate subsidy budget authority	-40	-66	.....
Administrative expense data:			
351001 Budget authority	25	25	26
358001 Outlays from balances .....	.....	.....	.....
359001 Outlays from new authority	25	25	26

The Overseas Private Investment Corporation encourages the participation of United States private sector capital and skills in the economic and social development of developing countries and emerging market economies. Its primary credit program is investment financing through loans and guaranteed loans.

As required by the Federal Credit Reform Act of 1990, the Program Account records the subsidy costs associated with the direct loans obligated and loan guarantees committed in 1992 and beyond (including modifications of direct loans or loan guarantees that resulted from obligations or commitments in any year), as well as administrative expenses of this program. The subsidy amounts are estimated on a present value basis; the administrative expenses are estimated on a cash basis.

Object Classification (in millions of dollars)

Identification code 71-0100-0-1-151	2003 actual	2004 est.	2005 est.
25.2 Other services (contracts)	23	25	26

41.0	Grants, subsidies, and contributions	188	158	24
99.9	Total new obligations	211	183	50

1263	Write-offs for default: Direct loans	-1	-1	-1
1290	Outstanding, end of year	192	228	292

**OVERSEAS PRIVATE INVESTMENT CORPORATION DIRECT LOAN
FINANCING ACCOUNT**

Program and Financing (in millions of dollars)

Identification code 71-4074-0-3-151	2003 actual	2004 est.	2005 est.	
Obligations by program activity:				
00.01	Direct loan obligations	394	143	111
00.02	Interest on borrowings	10	10	10
00.03	Working Capital costs	5	6	6
08.02	Downward DL Reestimate	11	21	.....
08.04	Interest on Reestimate	7	5	.....
10.00	Total new obligations	427	185	127
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	52	41	20
22.00	New financing authority (gross)	381	164	132
22.10	Resources available from recoveries of prior year obligations	36	.....	.....
23.90	Total budgetary resources available for obligation	469	205	152
23.95	Total new obligations	-427	-185	-127
24.40	Unobligated balance carried forward, end of year	41	20	25
New financing authority (gross), detail:				
Mandatory:				
67.10	Authority to borrow	334	140	99
Spending authority from offsetting collections:				
Discretionary:				
68.00	Offsetting collections (cash)	32	24	33
68.10	Change in uncollected customer payments from Federal sources (unexpired)	15	.....	.....
68.90	Spending authority from offsetting collections (total discretionary)	47	24	33
70.00	Total new financing authority (gross)	381	164	132
Change in obligated balances:				
72.40	Obligated balance, start of year	203	503	643
73.10	Total new obligations	427	185	127
73.20	Total financing disbursements (gross)	-76	-45	-75
73.45	Recoveries of prior year obligations	-36	.....	.....
74.00	Change in uncollected customer payments from Federal sources (unexpired)	-15	.....	.....
74.40	Obligated balance, end of year	503	643	695
87.00	Total financing disbursements (gross)	76	45	75
Offsets:				
Against gross financing authority and financing disbursements:				
Offsetting collections (cash) from:				
88.00	Federal sources, Credit Reform subsidy	-12	-3	-12
88.25	Interest on uninvested funds	-4	-5	-5
88.40	Repayments of Principal	-6	-7	-7
88.40	Interest received on loans	-8	-7	-7
88.40	Fees	-2	-2	-2
88.90	Total, offsetting collections (cash)	-32	-24	-33
Against gross financing authority only:				
88.95	Change in receivables from program accounts	-15	.....	.....
Net financing authority and financing disbursements:				
89.00	Financing authority	334	140	99
90.00	Financing disbursements	44	21	42

Status of Direct Loans (in millions of dollars)

Identification code 71-4074-0-3-151	2003 actual	2004 est.	2005 est.	
Position with respect to appropriations act limitation on obligations:				
1111	Limitation on direct loans .....	.....	.....	.....
1131	Direct loan obligations exempt from limitation	394	143	111
1150	Total direct loan obligations	394	143	111
Cumulative balance of direct loans outstanding:				
1210	Outstanding, start of year	138	192	228
1231	Disbursements: Direct loan disbursements	61	45	75
1251	Repayments: Repayments and prepayments	-7	-8	-10

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in 1992 and beyond (including modifications of direct loans that resulted from obligations in any year). The amounts in this account are a means of financing and are not included in the budget totals.

Balance Sheet (in millions of dollars)

Identification code 71-4074-0-3-151	2002 actual	2003 actual	2004 est.	2005 est.
ASSETS:				
1101	Federal assets: Fund balances with Treasury	50	.....	.....
Net value of assets related to post-1991 direct loans receivable:				
1401	Direct loans receivable, gross	192	.....	.....
1402	Interest receivable	7	.....	.....
1405	Allowance for subsidy cost (-)	-32	.....	.....
1499	Net present value of assets related to direct loans	167	.....	.....
1999	Total assets	217	.....	.....
LIABILITIES:				
Federal liabilities:				
2101	Accounts payable	18	.....	.....
2103	Debt	189	.....	.....
2105	Other Federal liabilities	5	.....	.....
2207	Non-Federal liabilities: Other	5	.....	.....
2999	Total liabilities	217	.....	.....
4999	Total liabilities and net position	217	.....	.....

Note: Consistent with Government-wide practice, information for 2004 and 2005 was not required to be collected.

**OVERSEAS PRIVATE INVESTMENT CORPORATION GUARANTEED LOAN
FINANCING ACCOUNT**

Program and Financing (in millions of dollars)

Identification code 71-4075-0-3-151	2003 actual	2004 est.	2005 est.	
Obligations by program activity:				
00.01	Default claims	33	45	45
00.02	Working Capital Costs	10	6	6
08.01	Negative Subsidy	21	.....	.....
08.02	Guaranteed Loan Reestimate	30	43	.....
08.04	Interest on Reestimate	10	23	.....
10.00	Total new obligations	104	117	51
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	488	657	805
22.00	New financing authority (gross)	273	263	105
23.90	Total budgetary resources available for obligation	761	920	910
23.95	Total new obligations	-104	-117	-51
24.40	Unobligated balance carried forward, end of year	657	805	861
New financing authority (gross), detail:				
Discretionary:				
47.00	Authority to borrow	10	.....	.....
Spending authority from offsetting collections:				
68.00	Offsetting collections (cash)	257	263	105
68.10	Change in uncollected customer payments from Federal sources (unexpired)	6	.....	.....
68.90	Spending authority from offsetting collections (total discretionary)	263	263	105
70.00	Total new financing authority (gross)	273	263	105
Change in obligated balances:				
72.40	Obligated balance, start of year	-23	-2	141
73.10	Total new obligations	104	117	51
73.20	Total financing disbursements (gross)	-76	26	26
74.00	Change in uncollected customer payments from Federal sources (unexpired)	-6	.....	.....
74.40	Obligated balance, end of year	-2	141	218

Credit accounts—Continued**OVERSEAS PRIVATE INVESTMENT CORPORATION GUARANTEED LOAN
FINANCING ACCOUNT—Continued****Program and Financing** (in millions of dollars)—Continued

Identification code 71-4075-0-3-151	2003 actual	2004 est.	2005 est.
87.00 Total financing disbursements (gross)	76	-26	-26
Offsets:			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Federal sources: Payments from program account	-4	-2	-5
88.00 Federal sources: Reestimate from 71-0100	-158	-134	
88.25 Interest on uninvested funds		-34	-7
88.40 Claim recoveries	-22	-9	-9
88.40 Fees	-68	-84	-84
88.40 Interest Paid, Non-Federal sources	-5		
88.90 Total, offsetting collections (cash)	-257	-263	-105
Against gross financing authority only:			
88.95 Change in receivables from program accounts	-6		
Net financing authority and financing disbursements:			
89.00 Financing authority	10		
90.00 Financing disbursements	-180	-289	-131

Status of Guaranteed Loans (in millions of dollars)

Identification code 71-4075-0-3-151	2003 actual	2004 est.	2005 est.
Position with respect to appropriations act limitation on commitments:			
2111 Limitation on guaranteed loans made by private lenders			
2131 Guaranteed loan commitments exempt from limitation	721	765	765
2150 Total guaranteed loan commitments	721	765	765
2199 Guaranteed amount of guaranteed loan commitments	721	765	765
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year	3,513	3,112	3,392
2231 Disbursements of new guaranteed loans	287	525	525
2251 Repayments and prepayments	-313	-200	-200
Adjustments:			
2261 Terminations for default that result in loans receivable	-33	-45	-45
2264 Other adjustments, net	-342		
2290 Outstanding, end of year	3,112	3,392	3,672
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year	3,112	3,392	3,672
Addendum:			
Cumulative balance of defaulted guaranteed loans that result in loans receivable:			
2310 Outstanding, start of year	113	121	163
2331 Disbursements for guaranteed loan claims	33	45	45
2351 Repayments of loans receivable	-25	-3	-3
2390 Outstanding, end of year	121	163	205

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from loan guarantees committed in 1992 and beyond (including modifications of loan guarantees that resulted from commitments in any year). The amounts in this account are a means of financing and are not included in the budget totals.

Balance Sheet (in millions of dollars)

Identification code 71-4075-0-3-151	2002 actual	2003 actual	2004 est.	2005 est.
ASSETS:				
Federal assets:				
1101 Fund balances with Treasury		655		
Investments in US securities:				
1106 Receivables FAIC interest via 71-4184, net		34		

Net value of assets related to post-1991 acquired defaulted guaranteed loans receivable:				
1501 Defaulted guaranteed loans receivable, gross		121		
1599 Net present value of assets related to defaulted guaranteed loans		121		
1999 Total assets		810		
LIABILITIES:				
Federal liabilities: Debt				
2103		10		
Non-Federal liabilities:				
2204 Liabilities for loan guarantees		775		
2207 Other non-fed		25		
2999 Total liabilities		810		
4999 Total liabilities and net position		810		

Note: Consistent with Government-wide practice, information for 2004 and 2005 was not required to be collected.

**OVERSEAS PRIVATE INVESTMENT CORPORATION LIQUIDATING
ACCOUNT****Program and Financing** (in millions of dollars)

Identification code 71-4030-0-3-151	2003 actual	2004 est.	2005 est.
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	3	5	
22.00 New budget authority (gross)	5	5	6
22.21 Unobligated balance transferred to other accounts	-3	-10	-6
23.90 Total budgetary resources available for obligation	5		
24.40 Unobligated balance carried forward, end of year	5		
New budget authority (gross), detail:			
Mandatory:			
69.00 Offsetting collections (cash)	5	5	6
Change in obligated balances:			
72.40 Obligated balance, start of year	1	1	1
74.40 Obligated balance, end of year	1	1	1
Offsets:			
Against gross budget authority and outlays:			
88.40 Offsetting collections (cash) from: Non-Federal sources	-5	-5	-6
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays	-5	-5	-6

Status of Direct Loans (in millions of dollars)

Identification code 71-4030-0-3-151	2003 actual	2004 est.	2005 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	1	1	1
1251 Repayments: Repayments and prepayments			-1
1290 Outstanding, end of year	1	1	

Status of Guaranteed Loans (in millions of dollars)

Identification code 71-4030-0-3-151	2003 actual	2004 est.	2005 est.
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year	17	14	9
2251 Repayments and prepayments	-5	-5	-5
2264 Adjustments: Other adjustments, net	2		
2290 Outstanding, end of year	14	9	4
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year	7		

Addendum:

Cumulative balance of defaulted guaranteed loans that result in loans receivable:				
2310 Outstanding, start of year	17	12	7	
2351 Repayments of loans receivable	-5	-5	-5	
2390 Outstanding, end of year	12	7	2	

As required by the Federal Credit Reform Act of 1990, this account records, for this program, all cash flows to and from the Government resulting from direct loans obligated and loan guarantees committed prior to 1992. This account is shown on a cash basis. All new activity in this program in 1992 and beyond (including modifications of direct loans or loan guarantees that resulted from obligations or commitments in any year) is recorded in corresponding program, financing, and noncredit accounts.

Balance Sheet (in millions of dollars)

Identification code 71-4030-0-3-151	2002 actual	2003 actual	2004 est.	2005 est.
ASSETS:				
1101 Federal assets: Fund balances with Treasury		6		
Net value of assets related to pre-1992 direct loans receivable and acquired defaulted guaranteed loans receivable:				
1601 Direct loans, gross		1		
1603 Allowance for estimated uncollectible loans and interest (-)		-1		
1699 Value of assets related to direct loans				
1701 Defaulted guaranteed loans, gross		15		
1703 Allowance for estimated uncollectible loans and interest (-)		-5		
1704 Defaulted guaranteed loans and interest receivable, net		10		
1799 Value of assets related to loan guarantees		10		
1999 Total assets		16		
LIABILITIES:				
2104 Federal liabilities: Resources payable to 71-4184		5		
2999 Total liabilities		5		
NET POSITION:				
3300 Cumulative results of operations		11		
3999 Total net position		11		
4999 Total liabilities and net position		16		

Note: Consistent with Government-wide practice, information for 2004 and 2005 was not required to be collected.

TRADE AND DEVELOPMENT AGENCY**Federal Funds****General and special funds:**

TRADE AND DEVELOPMENT AGENCY

For necessary expenses to carry out the provisions of section 661 of the Foreign Assistance Act of 1961, \$50,000,000, to remain available until September 30, [2005] 2006. (Division D, H.R. 2673, Consolidated Appropriations Bill, FY 2004.)

Program and Financing (in millions of dollars)

Identification code 11-1001-0-1-151	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Feasibility studies, technical assistance, and other activities	53	52	43
00.02 Operating expenses	8	10	9
10.00 Total new obligations	61	62	52
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	9	11	1
22.00 New budget authority (gross)	58	50	50
22.10 Resources available from recoveries of prior year obligations	3	3	1
22.22 Unobligated balance transferred from other accounts	2		
23.90 Total budgetary resources available for obligation	72	64	52
23.95 Total new obligations	-61	-62	-52
23.98 Unobligated balance expiring or withdrawn		-1	
24.40 Unobligated balance carried forward, end of year	11	1	

New budget authority (gross), detail:

Discretionary:				
40.00	Appropriation	47	50	50
42.00	Transferred from other accounts	11		
43.00	Appropriation (total discretionary)	58	50	50
Change in obligated balances:				
72.40	Obligated balance, start of year	108	99	95
73.10	Total new obligations	61	62	52
73.20	Total outlays (gross)	-66	-62	-64
73.40	Adjustments in expired accounts (net)	-1	-1	
73.45	Recoveries of prior year obligations	-3	-3	-1
74.40	Obligated balance, end of year	99	95	82
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	13	12	12
86.93	Outlays from discretionary balances	53	50	52
87.00	Total outlays (gross)	66	62	64
Net budget authority and outlays:				
89.00	Budget authority	58	50	50
90.00	Outlays	65	62	64

Appropriated funds provide for the costs of the U.S. Trade and Development Agency (TDA), which include: program costs of grants for technical assistance, feasibility studies, and other project planning activities designed to implement development, trade and foreign policy objectives; and, the cost of managing TDA programs such as salaries and expenses of direct hire personnel, and obtaining the services of consultants. TDA funds these activities in developing and middle-income nations to foster economic development and to encourage the use of U.S. private sector technology, goods, and services in project implementation.

Object Classification (in millions of dollars)

Identification code 11-1001-0-1-151	2003 actual	2004 est.	2005 est.
11.1 Personnel compensation: Full-time permanent	3	3	3
12.1 Civilian personnel benefits	1	1	1
25.1 Advisory and assistance services	4	6	6
41.0 Grants, subsidies, and contributions	53	52	42
99.9 Total new obligations	61	62	52

Personnel Summary

Identification code 11-1001-0-1-151	2003 actual	2004 est.	2005 est.
Direct:			
1001 Total compensable workyears: Civilian full-time equivalent employment	42	48	50

PEACE CORPS**Federal Funds****General and special funds:**

PEACE CORPS

For necessary expenses to carry out the provisions of the Peace Corps Act (75 Stat. 612), [\$310,000,000] \$401,000,000, including the purchase of not to exceed five passenger motor vehicles for administrative purposes for use outside of the United States: *Provided*, That none of the funds appropriated under this heading shall be used to pay for abortions: *Provided further*, That funds appropriated under this heading shall remain available until September 30, [2005] 2006: *Provided further*, That during fiscal year [2004] 2005 and any subsequent fiscal year, the Director of the Peace Corps may make appointments or assignments, or extend current appointments or assignments, to permit United States citizens to serve for periods in excess of five years in the case of individuals whose appointment or assignment, such as regional safety security officers and employees within the Office of the Inspector General, involves the safety of Peace Corps volunteers: *Provided further*, That the Director of the Peace Corps may make such appointments or assignments notwithstanding the provisions of section 7 of the Peace Corps Act limiting the length of an appointment or assignment, the circumstances under which

General and special funds—Continued

PEACE CORPS—Continued

such an appointment or assignment may exceed 5 years, and the percentage of appointments or assignments that can be made in excess of 5 years. (Division D, H.R. 2673, Consolidated Appropriations Bill, FY 2004.)

Program and Financing (in millions of dollars)

Identification code 11-0100-0-1-151	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
Direct program:			
00.02 Africa region	63	66	91
00.03 Europe, Mediterranean & Asia region	43	45	63
00.04 Inter-America & Pacific region	51	53	64
00.05 Other volunteer support	147	152	185
00.06 Emergency Response Fund	1	2	
09.01 Reimbursable program	4	4	4
10.00 Total new obligations	309	322	407
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	21	6	
22.00 New budget authority (gross)	301	314	407
22.21 Unobligated balance transferred to other accounts	-1		
23.90 Total budgetary resources available for obligation	321	320	407
23.95 Total new obligations	-309	-322	-407
23.98 Unobligated balance expiring or withdrawn	-6		
24.40 Unobligated balance carried forward, end of year	6		
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	297	310	401
40.35 Appropriation permanently reduced	-2	-2	
43.00 Appropriation (total discretionary)	295	308	401
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash)	5	5	5
68.10 Change in uncollected customer payments from Federal sources (unexpired)	1	1	1
68.90 Spending authority from offsetting collections (total discretionary)	6	6	6
70.00 Total new budget authority (gross)	301	314	407
Change in obligated balances:			
72.40 Obligated balance, start of year	84	71	83
73.10 Total new obligations	309	322	407
73.20 Total outlays (gross)	-315	-307	-396
73.40 Adjustments in expired accounts (net)	-7		
74.00 Change in uncollected customer payments from Federal sources (unexpired)	-1	-1	-1
74.40 Obligated balance, end of year	71	83	92
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	232	251	326
86.93 Outlays from discretionary balances	83	56	70
87.00 Total outlays (gross)	315	307	396
Offsets:			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources	-4	-4	-4
88.40 Non-Federal sources	-1	-1	-1
88.90 Total, offsetting collections (cash)	-5	-5	-5
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired)	-1	-1	-1
Net budget authority and outlays:			
89.00 Budget authority	295	308	401
90.00 Outlays	309	302	391

Peace Corps' operating expenses will provide direct and indirect support for Americans engaged in voluntary services in approximately 74 countries worldwide in 2005. The support will include the necessary safety and security provisions for the Peace Corps' Volunteers, trainees, and staff. By September 2005, there will be approximately 8,600 Americans enrolled in the Peace Corps, consistent with the President's goal of 14,000 volunteers by 2007. The Volunteers help fill the trained manpower needs of developing countries and en-

courage self-sustaining development of skilled manpower. The Peace Corps promotes mutual understanding between the peoples of the developing world and the United States and focuses the attention of the American people on the benefits of volunteerism. Peace Corps Volunteers work primarily in the areas of agriculture, business development, education, environment, health and HIV/AIDS, and youth.

Object Classification (in millions of dollars)

Identification code 11-0100-0-1-151	2003 actual	2004 est.	2005 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	59	70	91
11.3 Other than full-time permanent	3	1	1
11.5 Other personnel compensation	2	1	1
11.9 Total personnel compensation	64	72	93
12.1 Civilian personnel benefits	65	70	85
13.0 Benefits for former personnel		1	1
21.0 Travel and transportation of persons	31	34	44
22.0 Transportation of things	2	1	2
23.1 Rental payments to GSA	9	10	12
23.2 Rental payments to others	8	9	11
23.3 Communications, utilities, and miscellaneous charges	8	8	10
24.0 Printing and reproduction	2	1	2
25.1 Advisory and assistance services	9	2	3
25.2 Other services	54	54	69
25.3 Other purchases of goods and services from Government accounts	5	6	7
25.4 Operation and maintenance of facilities	1		
25.6 Medical care	18	17	22
25.7 Operation and maintenance of equipment	2	10	13
26.0 Supplies and materials	11	11	15
31.0 Equipment	14	10	13
99.0 Direct obligations	303	316	402
99.0 Reimbursable obligations	4	4	4
99.5 Below reporting threshold	2	2	1
99.9 Total new obligations	309	322	407

Personnel Summary

Identification code 11-0100-0-1-151	2003 actual	2004 est.	2005 est.
Direct:			
1001 Total compensable workyears: Civilian full-time equivalent employment	976	1,185	1,312
Reimbursable:			
2001 Total compensable workyears: Civilian full-time equivalent employment	3	3	3

PEACE CORPS MISCELLANEOUS TRUST FUNDS

Unavailable Receipts (in millions of dollars)

Identification code 11-9972-0-7-151	2003 actual	2004 est.	2005 est.
01.99 Balance, start of year			
Receipts:			
02.00 Miscellaneous trust funds, Peace Corps	2	2	2
04.00 Total: Balances and collections	2	2	2
Appropriations:			
05.00 Peace Corps miscellaneous trust fund	-2	-2	-2
07.99 Balance, end of year			

Program and Financing (in millions of dollars)

Identification code 11-9972-0-7-151	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Trust Fund Program	1	2	2
10.00 Total new obligations	1	2	2
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	5	6	6
22.00 New budget authority (gross)	2	2	2

23.90	Total budgetary resources available for obligation	7	8	8
23.95	Total new obligations	-1	-2	-2
24.40	Unobligated balance carried forward, end of year	6	6	6
New budget authority (gross), detail:				
Mandatory:				
60.26	Appropriation (trust fund)	2	2	2
Change in obligated balances:				
72.40	Obligated balance, start of year	1		1
73.10	Total new obligations	1	2	2
73.20	Total outlays (gross)	-1	-1	-2
74.40	Obligated balance, end of year		1	1
Outlays (gross), detail:				
86.98	Outlays from mandatory balances	1	1	2
Net budget authority and outlays:				
89.00	Budget authority	2	2	2
90.00	Outlays	1	1	2

Miscellaneous contributions received by gift, devise, bequest, or from foreign governments are used for the furtherance of the program, as authorized by 22 U.S.C. 2509(a)(4) (75 Stat. 612, as amended). Trust funds also include a fund to pay separation costs for Foreign Service National employees of the Peace Corps in those countries in which such pay is legally authorized. The fund, as authorized by Section 151 of Public Law 102-138, is maintained by annual Government contributions which are appropriated in the Peace Corps salaries and expenses account.

Object Classification (in millions of dollars)

Identification code 11-9972-0-7-151	2003 actual	2004 est.	2005 est.	
25.2	Direct obligations: Other services	1	1	1
99.5	Below reporting threshold		1	1
99.9	Total new obligations	1	2	2

INTER-AMERICAN FOUNDATION

Federal Funds

General and special funds:

INTER-AMERICAN FOUNDATION

For necessary expenses to carry out the functions of the Inter-American Foundation in accordance with the provisions of section 401 of the Foreign Assistance Act of 1969, **[\$16,334,000]** \$15,185,000, to remain available until September 30, **[2005]** 2006. (Division D, H.R. 2673, Consolidated Appropriations Bill, FY 2004.)

Program and Financing (in millions of dollars)

Identification code 11-3100-0-1-151	2003 actual	2004 est.	2005 est.	
Obligations by program activity:				
00.01	Development grants	16	15	15
00.02	Evaluations and other activities	2	3	3
00.04	Program management and operations	6	7	7
10.00	Total new obligations	24	25	25
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	2	9	9
22.00	New budget authority (gross)	31	27	18
23.90	Total budgetary resources available for obligation	33	36	27
23.95	Total new obligations	-24	-25	-25
24.40	Unobligated balance carried forward, end of year	9	9	2
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	16	16	15
68.00	Spending authority from offsetting collections: Offsetting collections (SPTF)	15	11	3
70.00	Total new budget authority (gross)	31	27	18
Change in obligated balances:				
72.40	Obligated balance, start of year	25	28	24
73.10	Total new obligations	24	25	25
73.20	Total outlays (gross)	-21	-31	-29
74.40	Obligated balance, end of year	28	24	20

Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	18	13	10
86.93	Outlays from discretionary balances	3	18	19
87.00	Total outlays (gross)	21	31	29
Offsets:				
Against gross budget authority and outlays:				
88.40	Offsetting collections (cash) from: Non-Federal sources	-15	-11	-3
Net budget authority and outlays:				
89.00	Budget authority	16	16	15
90.00	Outlays	6	20	26

Established by the 1969 Foreign Assistance Act, the Inter-American Foundation (IAF) supports grassroots development initiatives in Latin America and the Caribbean with a direct impact on the lives and the capacity for self reliance of people at the lowest economic levels. In 2005, IAF will continue its strategic programming approaches that focus on: 1) building partnerships among grassroots organizations, non-governmental organizations, local governments, and private enterprises to foster social and economic development at the local level; and, 2) increasing the participation of the region's citizens in the public, deliberative processes for their countries' development and of national private business sector resources in grassroots development initiatives. This strategy enhances the capacity of the poor in the region to improve their own quality of life. IAF will continue to apply its system of measuring the results of its grants and identify and disseminate good practice and lessons to new private sector contributors and development practitioners. Using results and evaluation information, IAF will incorporate lessons learned into its own strategic planning and grant decision-making processes. IAF will continue to implement an integrated program management information system which will increase efficiency in its operations and facilitate grant monitoring and results reporting.

Development Grants.—This activity includes grants made directly to local private, non-profit organizations conducive to working in partnerships with businesses and local authorities to carry out development projects in Latin America and the Caribbean. In 2004, IAF plans to award approximately 75 new grants and 20 supplemental grants in 14 countries.

Evaluations and Other Activities.—This activity covers grant results assessments of all grants and full evaluations of a sample of the grants supported by IAF. This activity also includes the publications that convey IAF's partnership, corporate social responsibility and grassroots democracy experiences, and lessons to businesses, development practitioners, members of partnerships, and other donors.

Program Management and Operation.—This activity includes Foundation expenses for salaries and benefits, travel, reimbursable service agreements with other Federal agencies, rent, service contracts, and other support costs.

Object Classification (in millions of dollars)

Identification code 11-3100-0-1-151	2003 actual	2004 est.	2005 est.	
Direct obligations:				
11.1	Personnel compensation: Full-time permanent	3	3	4
12.1	Civilian personnel benefits	1	1	1
23.2	Rental payments to others		1	1
25.1	Advisory and assistance services	4	4	4
41.0	Grants, subsidies, and contributions	16	15	15
99.0	Direct obligations	24	24	25
99.5	Below reporting threshold		1	
99.9	Total new obligations	24	25	25

General and special funds—Continued

INTER-AMERICAN FOUNDATION—Continued

Personnel Summary

Identification code 11-3100-0-1-151	2003 actual	2004 est.	2005 est.
Direct:			
1001 Total compensable workyears: Civilian full-time equivalent employment	46	47	47

AFRICAN DEVELOPMENT FOUNDATION

Federal Funds

General and special funds:

AFRICAN DEVELOPMENT FOUNDATION

For necessary expenses to carry out title V of the International Security and Development Cooperation Act of 1980, Public Law 96-533, [**\$18,689,000**] **\$17,000,000**, to remain available until September 30, [**2005**] **2006**: *Provided*, That funds made available to grantees may be invested pending expenditure for project purposes when authorized by the board of directors of the Foundation: *Provided further*, That interest earned shall be used only for the purposes for which the grant was made: *Provided further*, That notwithstanding section 505(a)(2) of the African Development Foundation Act, in exceptional circumstances the board of directors of the Foundation may waive the \$250,000 limitation contained in that section with respect to a project: *Provided further*, That the Foundation shall provide a report to the Committees on Appropriations after each time such waiver authority is exercised. (*Division D, H.R. 2673, Consolidated Appropriations Bill, FY 2004.*)

Program and Financing (in millions of dollars)

Identification code 11-0700-0-1-151	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Advance sustainable development and empowerment of the poor in Africa	10	19	16
00.02 Enhance US assistance and relations with Africa	5	6	3
00.04 Internal agency objectives	1	1	2
10.00 Total new obligations	16	26	21
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	3	3	.....
22.00 New budget authority (gross)	19	23	21
22.10 Resources available from recoveries of prior year obligations	-3	.....	.....
23.90 Total budgetary resources available for obligation	19	26	21
23.95 Total new obligations	-16	-26	-21
24.40 Unobligated balance carried forward, end of year	3	.....	.....
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	19	19	17
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	.....	4	4
70.00 Total new budget authority (gross)	19	23	21
Change in obligated balances:			
72.40 Obligated balance, start of year	15	20	29
73.10 Total new obligations	16	26	21
73.20 Total outlays (gross)	-14	-19	-19
73.45 Recoveries of prior year obligations	3	.....	.....
74.40 Obligated balance, end of year	20	29	31
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	7	11	10
86.93 Outlays from discretionary balances	7	8	9
87.00 Total outlays (gross)	14	19	19
Offsets:			
Against gross budget authority and outlays:			
88.40 Offsetting collections (cash) from: Non-Federal sources .....	.....	-4	-4
Net budget authority and outlays:			
89.00 Budget authority	19	19	17
90.00 Outlays	14	15	15

The African Development Foundation (ADF), a public corporation, is the only agency of the U.S. Government that directly supports community-based initiatives to alleviate poverty and promote sustainable development in Africa. Through its grant program, ADF provides Africans with the resources necessary to identify and solve their own problems. ADF relies on participatory development approaches that strengthen local capacity, foster ownership of development projects, and promote self-help and empowerment.

In 2005, ADF will provide grants to recipients in sixteen African countries, either directly to grassroots groups or through non-governmental organizations. These grants will promote the following three strategic goals:

1) *Advance broad-based, sustainable development and empowerment of the poor in Africa.*—ADF will promote micro- and small-enterprise development to generate income and employment. ADF will increase participation of African grassroots enterprises and producer groups in trade and investment relationships with the U.S. and within Africa. ADF will support community-based HIV/AIDS prevention and mitigation.

2) *Expand local capacity to promote and support grassroots, participatory development.*—ADF will build self-supporting, sustainable, local community development Partner Organizations that provide technical assistance and support to grassroots groups. ADF will develop and replicate new models for community reinvestment. ADF will continue to leverage additional funding through strategic partnerships with national and local governments, other donor agencies, and the local private sector. ADF will encourage African governments and other donors to increase utilization of participatory development “best practices”.

3) *Enhance American assistance and strengthen U.S. relations with Africa.*—ADF will seek to leverage resources for grassroots development through strategic partnerships with the U.S. private sector international donors, host governments, and other U.S. Government agencies. ADF will work toward improving program and policy coordination with U.S. foreign assistance and foreign policy agencies.

Object Classification (in millions of dollars)

Identification code 11-0700-0-1-151	2003 actual	2004 est.	2005 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	3	3	3
25.1 Advisory and assistance services	1	2	2
25.2 Other services (O.C. 25)	1	1	1
41.0 Grants, subsidies, and contributions	10	19	14
99.0 Direct obligations	15	25	20
99.5 Below reporting threshold	1	1	1
99.9 Total new obligations	16	26	21

Personnel Summary

Identification code 11-0700-0-1-151	2003 actual	2004 est.	2005 est.
Direct:			
1001 Total compensable workyears: Civilian full-time equivalent employment	27	32	32

INTERNATIONAL MONETARY PROGRAMS*Federal Funds***General and special funds:**

UNITED STATES QUOTA IN THE INTERNATIONAL MONETARY FUND

Program and Financing (in millions of dollars)

Identification code 11-0003-0-1-155	2003 actual	2004 est.	2005 est.
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	19,580	23,111	23,111
22.10 Resources available from recoveries of prior year obligations	951		
23.90 Total budgetary resources available for obligation	20,531	23,111	23,111
23.98 Adjustment of \$ equivalent	2,580		
24.40 Unobligated balance carried forward, end of year	23,111	23,111	23,111
Change in obligated balances:			
72.40 Obligated balance, start of year	28,273	29,044	29,044
73.20 Total outlays (gross)	1,722		
73.45 Recoveries of prior year obligations	-951		
74.40 Obligated balance, end of year	29,044	29,044	29,044
Outlays (gross), detail:			
86.98 Outlays from mandatory balances	-1,722		
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays	-1,722		

As part of a general increase in IMF quota resources, on November 17, 1998, the United States consented to an increase in its quota to SDR 37,149.3 million (about \$52 billion at that time). The increase in the U.S. quota involves no net budget outlays. Similarly, use by the IMF of the quota commitment does not result in net budget outlays because the United States receives an increase in its international monetary reserves corresponding to any transfer of dollars under the U.S. quota subscription. The United States can use these interest-bearing reserves to meet a balance of payments financing need.

FOR LOANS TO THE INTERNATIONAL MONETARY FUND—NEW ARRANGEMENTS TO BORROW

Program and Financing (in millions of dollars)

Identification code 11-0074-0-1-155	2003 actual	2004 est.	2005 est.
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	8,878	9,597	9,597
23.98 Adjustment \$ equivalent	719		
24.40 Unobligated balance carried forward, end of year	9,597	9,597	9,597
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays			

The General Arrangements to Borrow (GAB) were established in 1962 by 10 industrial countries, including the United States, as a means of supplementing IMF's resources when needed to forestall or cope with an impairment of the international monetary system. GAB members agreed in early 1983 to increase their financial commitments to GAB from approximately SDR 6.3 billion to SDR 17 billion, with the U.S. share rising from \$2.0 billion to approximately \$6.4 billion.

In January 1997, the Executive Board of the IMF approved the creation of the New Arrangements to Borrow (NAB) to further supplement resources available to IMF to forestall or cope with an impairment of the international monetary system or to deal with an exceptional situation that poses a threat to the stability of the system. NAB became effective on November 17, 1998. In 2003, twenty-six countries and institutions participated in NAB through a set of credit arrangements with IMF totaling SDR 34 billion (about \$48 bil-

lion on the date of establishment), of which the U.S. share is approximately SDR 6.6 billion (about \$9.7 billion at end-December 2003). Although GAB continues to exist, the sum of loans advanced under NAB and GAB cannot exceed SDR 34 billion. The sum of U.S. loans advanced under both arrangements cannot exceed the U.S. share of NAB.

Financing extended by the United States under GAB and NAB does not result in any net budget outlays because such financing results in an equivalent increase in U.S. international reserve assets in the form of a claim on IMF.

During 1998 (July), IMF made one call on GAB participants in support of an assistance program for Russia, of which the U.S. share was approximately \$483 million. On December 15, 1998, IMF made a call on NAB participants in support of an assistance program for Brazil, of which the U.S. share was approximately \$860 million. GAB and NAB loans were paid back in full on March 11, 1999. Since 1999, no calls were made on GAB or NAB participants, and no loans were outstanding at the end of the fiscal year.

MILITARY SALES PROGRAMS*Federal Funds***Public enterprise funds:**

SPECIAL DEFENSE ACQUISITION FUND

Program and Financing (in millions of dollars)

Identification code 11-4116-0-3-155	2003 actual	2004 est.	2005 est.
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	30	24	14
22.10 Resources available from recoveries of prior year obligations	4		
22.40 Capital transfer to general fund	-10	-10	-10
23.90 Total budgetary resources available for obligation	24	14	4
24.40 Unobligated balance carried forward, end of year	24	14	4
Change in obligated balances:			
72.40 Obligated balance, start of year	8	3	
73.20 Total outlays (gross)	-1	-3	
73.45 Recoveries of prior year obligations	-4		
74.40 Obligated balance, end of year	3		
Outlays (gross), detail:			
86.93 Outlays from discretionary balances	1	3	
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays	2	3	

This fund shows the financing transactions related to the procurement of defense articles prior to orders being placed by foreign countries and international organizations. This program is being phased out.

Trust Funds

FOREIGN MILITARY SALES TRUST FUND

Unavailable Receipts (in millions of dollars)

Identification code 11-8242-0-7-155	2003 actual	2004 est.	2005 est.
01.99 Balance, start of year			
Receipts:			
02.20 Deposits, advances, Foreign military sales trust fund	10,454	11,974	10,882
04.00 Total: Balances and collections	10,454	11,974	10,882
Appropriations:			
05.00 Foreign military sales trust fund	-10,454	-11,974	-10,882
07.99 Balance, end of year			

Public enterprise funds—Continued

FOREIGN MILITARY SALES TRUST FUND—Continued

Program and Financing (in millions of dollars)

Identification code 11-8242-0-7-155	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
09.01 Military personnel	122	94	98
09.02 Operations and maintenance	395	305	309
09.03 Procurement	9,520	7,354	8,862
09.04 Research, development, test and evaluation	35	27	27
09.06 Revolving and management funds	1,086	839	850
09.07 Construction	126	97	98
09.08 Other	467	361	365
10.00 Total new obligations (object class 25.3)	11,751	9,077	10,609
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	11,751	9,077	10,609
23.95 Total new obligations	-11,751	-9,077	-10,609
New budget authority (gross), detail:			
Mandatory:			
60.26 Appropriation (trust fund)	10,454	11,974	10,882
60.49 Portion applied to liquidate contract authority	-10,454	-11,974	-10,882
62.50 Appropriation (total mandatory)			
66.10 Contract authority	11,751	9,077	10,609
70.00 Total new budget authority (gross)	11,751	9,077	10,609
Change in obligated balances:			
72.40 Obligated balance, start of year	20,932	22,082	19,185
73.10 Total new obligations	11,751	9,077	10,609
73.20 Total outlays (gross)	-10,601	-11,974	-10,882
74.40 Obligated balance, end of year	22,082	19,185	18,912
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority	1,521	1,068	1,239
86.98 Outlays from mandatory balances	9,080	10,906	9,643
87.00 Total outlays (gross)	10,601	11,974	10,882
Net budget authority and outlays:			
89.00 Budget authority	11,751	9,077	10,609
90.00 Outlays	10,601	11,974	10,882
93.03 Obligated balance, start of year: Contract authority	14,926	16,223	18,049
93.04 Obligated balance, end of year: Contract authority	16,223	18,049	18,895

This trust fund facilitates government-to-government sales of defense articles, defense services, and design and construction services. Estimates of sales used in this budget are (in millions of dollars):

ESTIMATES OF NEW SALES

	2003 actual	2004 est.	2005 est.
Estimates of new orders (sales)	13,000	13,800	11,300

Orders placed through this trust fund can be combined with procurement for U.S. military departments. The savings are shared by the United States and foreign governments. The net impact of foreign military sales on the budget is (in millions of dollars):

FMS TRUST FUND TRANSACTIONS

	2003 actual	2004 est.	2005 est.
Obligations of the fund	11,751	9,077	10,609
Receipts from foreign governments (appropriation)	10,454	11,974	10,882
Net budget authority	10,601	11,974	10,882
Payments from the fund (outlays)	10,601	11,974	10,882
Receipts from foreign governments (appropriation)	10,454	11,974	10,882
Net outlays	147		

SPECIAL ASSISTANCE FOR CENTRAL AMERICA

Federal Funds

General and special funds:

DEMobilIZATION AND TRANSITION FUND

Program and Financing (in millions of dollars)

Identification code 72-1500-0-1-152	2003 actual	2004 est.	2005 est.
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	1	1	1
24.40 Unobligated balance carried forward, end of year	1	1	1
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays			

Funds for this account were transferred from Foreign Military Financing pursuant to P.L. 101-513 to support costs of demobilization, retraining, relocation, and reemployment in civilian pursuits of former combatants in the conflict in El Salvador.

CENTRAL AMERICAN RECONCILIATION ASSISTANCE

Program and Financing (in millions of dollars)

Identification code 72-1038-0-1-152	2003 actual	2004 est.	2005 est.
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	1	1	1
24.40 Unobligated balance carried forward, end of year	1	1	1
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays			

Funds for this account were transferred from the Department of Defense in accordance with Public Law 101-14 in order to provide humanitarian assistance to the Nicaraguan democratic resistance. Adjustments to the account were made in Public Law 101-119 and Public Law 101-215.

GENERAL FUND RECEIPT ACCOUNTS

(in millions of dollars)

	2003 actual	2004 est.	2005 est.
Offsetting receipts from the public:			
11-272330 Debt restructuring, Downward reestimates of subsidies	4	54	
11-272430 Foreign military financing, Downward reestimates of subsidies	522	84	
71-274930 Overseas Private Investment Corporation loans, downward reestimates of subsidy	58	92	
72-272530 Loan guarantees to Israel, Downward reestimates of subsidies		155	
72-273030 Microenterprise and small enterprise development, Downward reestimates of subsidies		2	
72-274430 Urban and environmental credit program, downward reestimates of subsidies	29		
General Fund Offsetting receipts from the public	613	387	

TITLE V—GENERAL PROVISIONS

COMPENSATION FOR UNITED STATES EXECUTIVE DIRECTORS TO INTERNATIONAL FINANCIAL INSTITUTIONS

SEC. 501. (a) No funds appropriated by this Act may be made as payment to any international financial institution while the United

States Executive Director to such institution is compensated by the institution at a rate which, together with whatever compensation such Director receives from the United States, is in excess of the rate provided for an individual occupying a position at level IV of the Executive Schedule under section 5315 of title 5, United States Code, or while any alternate United States Director to such institution is compensated by the institution at a rate in excess of the rate provided for an individual occupying a position at level V of the Executive Schedule under section 5316 of title 5, United States Code.

(b) For purposes of this section, “international financial institutions” are: the International Bank for Reconstruction and Development, the Inter-American Development Bank, the Asian Development Bank, the Asian Development Fund, the African Development Bank, the African Development Fund, the International Monetary Fund, the North American Development Bank, and the European Bank for Reconstruction and Development.

【PRIVATE AND VOLUNTARY ORGANIZATIONS】

【SEC. 502. None of the funds appropriated or otherwise made available by this Act for development assistance may be made available to any United States private and voluntary organization, except any cooperative development organization, which obtains less than 20 percent of its total annual funding for international activities from sources other than the United States Government: *Provided*, That the Administrator of the United States Agency for International Development, after informing the Committees on Appropriations, may, on a case-by-case basis, waive the restriction contained in this subsection, after taking into account the effectiveness of the overseas development activities of the organization, its level of volunteer support, its financial viability and stability, and the degree of its dependence for its financial support on the agency.】

LIMITATION ON RESIDENCE EXPENSES

SEC. 【503】 502. Of the funds appropriated or made available pursuant to this Act, not to exceed \$100,500 shall be for official residence expenses of the United States Agency for International Development during the current fiscal year: *Provided*, That appropriate steps shall be taken to assure that, to the maximum extent possible, United States-owned foreign currencies are utilized in lieu of dollars.

LIMITATION ON EXPENSES

SEC. 【504】 503. Of the funds appropriated or made available pursuant to this Act, not to exceed \$5,000 shall be for entertainment expenses of the United States Agency for International Development during the current fiscal year.

LIMITATION ON REPRESENTATIONAL ALLOWANCES

SEC. 【505】 504. Of the funds appropriated or made available pursuant to this Act, not to exceed \$125,000 shall be available for representation allowances for the United States Agency for International Development during the current fiscal year: *Provided*, That appropriate steps shall be taken to assure that, to the maximum extent possible, United States-owned foreign currencies are utilized in lieu of dollars: *Provided further*, That of the funds made available by this Act for general costs of administering military assistance and sales under the heading “Foreign Military Financing Program”, not to exceed 【\$2,000】 \$4,000 shall be available for entertainment expenses and not to exceed 【\$125,000】 \$130,000 shall be available for representation allowances: *Provided further*, That of the funds made available by this Act under the heading “International Military Education and Training”, not to exceed 【\$50,000】 \$55,000 shall be available for entertainment allowances: *Provided further*, That of the funds made available by this Act for the Inter-American Foundation, not to exceed \$2,000 shall be available for entertainment and representation allowances: *Provided further*, That of the funds made available by this Act for the Peace Corps, not to exceed a total of \$4,000 shall be available for entertainment expenses: *Provided further*, That of the funds made available by this Act under the heading “Trade and Development Agency”, not to exceed 【\$2,000】 \$4,000 shall be available for representation and entertainment allowances: *Provided further*, That of the funds made available by this Act under the heading “Millennium Challenge Corporation”, not to exceed \$130,000 shall be available for representation and entertainment allowances.

【PROHIBITION ON TAXATION OF UNITED STATES ASSISTANCE】

【SEC. 506. (a) PROHIBITION ON TAXATION.—None of the funds appropriated by this Act may be made available to provide assistance for a foreign country under a new bilateral agreement governing

the terms and conditions under which such assistance is to be provided unless such agreement includes a provision stating that assistance provided by the United States shall be exempt from taxation, or reimbursed, by the foreign government, and the Secretary of State shall expeditiously seek to negotiate amendments to existing bilateral agreements, as necessary, to conform with this requirement.

(b) REIMBURSEMENT OF FOREIGN TAXES.—An amount equivalent to 200 percent of the total taxes assessed during fiscal year 2004 on funds appropriated by this Act by a foreign government or entity against commodities financed under United States assistance programs for which funds are appropriated by this Act, either directly or through grantees, contractors and subcontractors shall be withheld from obligation from funds appropriated for assistance for fiscal year 2005 and allocated for the central government of such country and for the West Bank and Gaza Program to the extent that the Secretary of State certifies and reports in writing to the Committees on Appropriations that such taxes have not been reimbursed to the Government of the United States.

(c) DE MINIMIS EXCEPTION.—Foreign taxes of a de minimis nature shall not be subject to the provisions of subsection (b).

(d) REPROGRAMMING OF FUNDS.—Funds withheld from obligation for each country or entity pursuant to subsection (b) shall be reprogrammed for assistance to countries which do not assess taxes on United States assistance or which have an effective arrangement that is providing substantial reimbursement of such taxes.

(e) DETERMINATIONS.—

(1) The provisions of this section shall not apply to any country or entity the Secretary of State determines—

(A) does not assess taxes on United States assistance or which has an effective arrangement that is providing substantial reimbursement of such taxes; or

(B) the foreign policy interests of the United States outweigh the policy of this section to ensure that United States assistance is not subject to taxation.

(2) The Secretary of State shall consult with the Committees on Appropriations at least 15 days prior to exercising the authority of this subsection with regard to any country or entity.

(f) IMPLEMENTATION.—The Secretary of State shall issue rules, regulations, or policy guidance, as appropriate, to implement the prohibition against the taxation of assistance contained in this section.

(g) DEFINITIONS.—As used in this section—

(1) the terms “taxes” and “taxation” refer to value added taxes and customs duties imposed on commodities financed with United States assistance for programs for which funds are appropriated by this Act; and

(2) the term “bilateral agreement” refers to a framework bilateral agreement between the Government of the United States and the government of the country receiving assistance that describes the privileges and immunities applicable to United States foreign assistance for such country generally, or an individual agreement between the Government of the United States and such government that describes, among other things, the treatment for tax purposes that will be accorded the United States assistance provided under that agreement.

(h) RELATIONSHIP TO PRIOR LAW.—Section 579 of Division E of Public Law 108–7 shall be deemed to have been amended by subsection (f) of this section and the modifications made by this section to comparable provisions contained in section 579.】

PROHIBITION AGAINST DIRECT FUNDING FOR CERTAIN COUNTRIES

SEC. 【507】 505. None of the funds appropriated or otherwise made available pursuant to this Act shall be obligated or expended to finance directly any assistance or reparations to Cuba, Libya, North Korea, Iran, or Syria *unless the President determines that assistance to such country is in the national interest of the United States*: *Provided*, That for purposes of this section, the prohibition on obligations or expenditures shall include direct loans, credits, insurance and guarantees of the Export-Import Bank or its agents.

MILITARY COUPS

SEC. 【508】 506. None of the funds appropriated or otherwise made available pursuant to this Act shall be obligated or expended to finance directly any assistance to the government of any country whose duly elected head of government is deposed by 【decree or】 military coup or decree: *Provided*, That assistance may be resumed to such government if the President determines and certifies to the Committees on Appropriations that subsequent to the termination of assistance a democratically elected government has taken office:

COMPENSATION FOR UNITED STATES EXECUTIVE DIRECTORS TO
INTERNATIONAL FINANCIAL INSTITUTIONS—Continued

MILITARY COUPS—Continued

Provided further, That the provisions of this section shall not apply to assistance to promote democratic elections or public participation in democratic processes or if the President determines that assistance to such country is in the national interest of the United States: *Provided further*, That funds made available pursuant to the previous provisos shall be subject to the regular notification procedures of the Committees on Appropriations.

TRANSFERS

SEC. [509. (a)(1) LIMITATION ON TRANSFERS BETWEEN AGENCIES.—None of the funds made available by this Act may be transferred to any department, agency, or instrumentality of the United States Government, except pursuant to a transfer made by, or transfer authority provided in, this Act or any other appropriation Act.

(2) Notwithstanding paragraph (1), in addition to transfers made by, or authorized elsewhere in, this Act, funds appropriated by this Act to carry out the purposes of the Foreign Assistance Act of 1961 may be allocated or transferred to agencies of the United States Government pursuant to the provisions of sections 109, 610, and 632 of the Foreign Assistance Act of 1961.]

[(b) TRANSFERS BETWEEN ACCOUNTS.—] 507. None of the funds made available by this Act may be obligated under an appropriation account to which they were not appropriated, except for transfers specifically provided for in this Act, unless the President, [not less than five days] prior to the exercise of any authority contained in the Foreign Assistance Act of 1961 to transfer funds, consults with and provides a written policy justification to the Committees on Appropriations of the House of Representatives and the Senate.

[(c) AUDIT OF INTER-AGENCY TRANSFERS.—Any agreement for the transfer or allocation of funds appropriated by this Act, or prior Acts, entered into between the United States Agency for International Development and another agency of the United States Government under the authority of section 632(a) of the Foreign Assistance Act of 1961 or any comparable provision of law, shall expressly provide that the Office of the Inspector General for the agency receiving the transfer or allocation of such funds shall perform periodic program and financial audits of the use of such funds: *Provided*, That funds transferred under such authority may be made available for the cost of such audits.]

COMMERCIAL LEASING OF DEFENSE ARTICLES

SEC. [510] 508. Notwithstanding any other provision of law, and subject to the regular notification procedures of the Committees on Appropriations, the authority of section 23(a) of the Arms Export Control Act may be used to provide financing to Israel, Egypt and NATO and major non-NATO allies for the procurement by leasing (including leasing with an option to purchase) of defense articles from United States commercial suppliers, not including Major Defense Equipment (other than helicopters and other types of aircraft having possible civilian application), if the President determines that there are compelling foreign policy or national security reasons for those defense articles being provided by commercial lease rather than by government-to-government sale under such Act.

AVAILABILITY OF FUNDS

SEC. [511] 509. No part of any appropriation contained in this Act shall remain available for obligation after the expiration of the current fiscal year unless expressly so provided in this Act: *Provided*, That funds appropriated for the purposes of chapters 1, 8, 11, and 12 of part I, section 667, [chapter] chapters 4 and 6 of part II of the Foreign Assistance Act of 1961, as amended, section 23 of the Arms Export Control Act, and funds provided under the heading "Assistance for Eastern Europe and the Baltic States", shall remain available for an additional four years from the date on which the availability of such funds would otherwise have expired, if such funds are initially obligated before the expiration of their respective periods of availability contained in this Act: *Provided further*, That, notwithstanding any other provision of this Act, any funds made available for the purposes of chapter 1 of part I and chapter 4 of part II of the Foreign Assistance Act of 1961 which are allocated or obligated for cash disbursements in order to address balance of payments or economic policy reform objectives, shall remain available until expended.

LIMITATION ON ASSISTANCE TO COUNTRIES IN DEFAULT

SEC. [512] 510. No part of any appropriation contained in this Act shall be used to furnish assistance to the government of any country which is in default during a period in excess of one calendar year in payment to the United States of principal or interest on any loan made to the government of such country by the United States pursuant to a program for which funds are appropriated under this Act unless the President determines[, following consultations with the Committees on Appropriations,] that assistance to such country is in the national interest of the United States.

[COMMERCE AND TRADE]

[SEC. 513. (a) None of the funds appropriated or made available pursuant to this Act for direct assistance and none of the funds otherwise made available pursuant to this Act to the Export-Import Bank and the Overseas Private Investment Corporation shall be obligated or expended to finance any loan, any assistance or any other financial commitments for establishing or expanding production of any commodity for export by any country other than the United States, if the commodity is likely to be in surplus on world markets at the time the resulting productive capacity is expected to become operative and if the assistance will cause substantial injury to United States producers of the same, similar, or competing commodity: *Provided*, That such prohibition shall not apply to the Export-Import Bank if in the judgment of its Board of Directors the benefits to industry and employment in the United States are likely to outweigh the injury to United States producers of the same, similar, or competing commodity, and the Chairman of the Board so notifies the Committees on Appropriations.

(b) None of the funds appropriated by this or any other Act to carry out chapter 1 of part I of the Foreign Assistance Act of 1961 shall be available for any testing or breeding feasibility study, variety improvement or introduction, consultancy, publication, conference, or training in connection with the growth or production in a foreign country of an agricultural commodity for export which would compete with a similar commodity grown or produced in the United States: *Provided*, That this subsection shall not prohibit—

- (1) activities designed to increase food security in developing countries where such activities will not have a significant impact on the export of agricultural commodities of the United States; or
- (2) research activities intended primarily to benefit American producers.]

[SURPLUS COMMODITIES]

[SEC. 514. The Secretary of the Treasury shall instruct the United States Executive Directors of the International Bank for Reconstruction and Development, the International Development Association, the International Finance Corporation, the Inter-American Development Bank, the International Monetary Fund, the Asian Development Bank, the Inter-American Investment Corporation, the North American Development Bank, the European Bank for Reconstruction and Development, the African Development Bank, and the African Development Fund to use the voice and vote of the United States to oppose any assistance by these institutions, using funds appropriated or made available pursuant to this Act, for the production or extraction of any commodity or mineral for export, if it is in surplus on world markets and if the assistance will cause substantial injury to United States producers of the same, similar, or competing commodity.]

NOTIFICATION REQUIREMENTS

SEC. [515] 511. For the purposes of providing the executive branch with the necessary administrative flexibility, none of the funds made available under this Act for "Child Survival and Health Programs Fund", "Development Assistance", "International Organizations and Programs", "Trade and Development Agency", "International Narcotics Control and Law Enforcement", "Andean Counterdrug Initiative", "Assistance for Eastern Europe and the Baltic States", "Assistance for the Independent States of the Former Soviet Union", "Economic Support Fund", "Global HIV/AIDS Initiative", "Peacekeeping Operations", "Capital Investment Fund", "Operating Expenses of the United States Agency for International Development", "Operating Expenses of the United States Agency for International Development Office of Inspector General", "Nonproliferation, Anti-terrorism, Demining and Related Programs", "Millennium Challenge Corporation" (by country only), "Foreign Military Financing Program", "International Military Education and Training", "Peace Corps", and "Mi-

gration and Refugee Assistance”, shall be available for obligation for activities, programs, projects, type of materiel assistance, countries, or other operations not justified or in excess of the amount justified to the Committees on Appropriations for obligation under any of these specific headings unless the Committees on Appropriations of both Houses of Congress are previously notified 15 days in advance: *Provided*, That the President shall not enter into any commitment of funds appropriated for the purposes of section 23 of the Arms Export Control Act for the provision of major defense equipment, other than conventional ammunition, or other major defense items defined to be aircraft, ships, missiles, or combat vehicles, not previously justified to Congress or 20 percent in excess of the quantities justified to Congress unless the Committees on Appropriations are notified 15 days in advance of such commitment: *Provided further*, That this section shall not apply to any reprogramming for an activity, program, or project for which funds are appropriated under title II of this Act of less than 10 percent of the amount previously justified to the Congress for obligation for such activity, program, or project for the current fiscal year: *Provided further*, That the requirements of this section or any similar provision of this Act or any other Act, including any prior Act requiring notification in accordance with the regular notification procedures of the Committees on Appropriations, may be waived if failure to do so would pose a substantial risk to human health or welfare: *Provided further*, That in case of any such waiver, notification to the Congress, or the appropriate congressional committees, shall be provided as early as practicable, but in no event later than 3 days after taking the action to which such notification requirement was applicable, in the context of the circumstances necessitating such waiver: *Provided further*, That any notification provided pursuant to such a waiver shall contain an explanation of the emergency circumstances.

LIMITATION ON AVAILABILITY OF FUNDS FOR INTERNATIONAL ORGANIZATIONS AND PROGRAMS

SEC. [516] 512. Subject to the regular notification procedures of the Committees on Appropriations, funds appropriated under this Act or any previously enacted Act making appropriations for foreign operations, export financing, and related programs, which are returned or not made available for organizations and programs because of the implementation of section 307(a) of the Foreign Assistance Act of 1961, shall remain available for obligation until September 30, [2005] 2006.

[INDEPENDENT STATES OF THE FORMER SOVIET UNION]

[SEC. 517. (a) None of the funds appropriated under the heading “Assistance for the Independent States of the Former Soviet Union” shall be made available for assistance for a government of an Independent State of the former Soviet Union—

(1) unless that government is making progress in implementing comprehensive economic reforms based on market principles, private ownership, respect for commercial contracts, and equitable treatment of foreign private investment; and

(2) if that government applies or transfers United States assistance to any entity for the purpose of expropriating or seizing ownership or control of assets, investments, or ventures.

Assistance may be furnished without regard to this subsection if the President determines that to do so is in the national interest.

(b) None of the funds appropriated under the heading “Assistance for the Independent States of the Former Soviet Union” shall be made available for assistance for a government of an Independent State of the former Soviet Union if that government directs any action in violation of the territorial integrity or national sovereignty of any other Independent State of the former Soviet Union, such as those violations included in the Helsinki Final Act: *Provided*, That such funds may be made available without regard to the restriction in this subsection if the President determines that to do so is in the national security interest of the United States.

(c) None of the funds appropriated under the heading “Assistance for the Independent States of the Former Soviet Union” shall be made available for any state to enhance its military capability: *Provided*, That this restriction does not apply to demilitarization, demining or nonproliferation programs.

(d) Funds appropriated under the heading “Assistance for the Independent States of the Former Soviet Union” for the Russian Federation, Armenia, Georgia, and Ukraine shall be subject to the regular notification procedures of the Committees on Appropriations.

(e) Funds made available in this Act for assistance for the Independent States of the former Soviet Union shall be subject to the

provisions of section 117 (relating to environment and natural resources) of the Foreign Assistance Act of 1961.

(f) Funds made available for Enterprise Funds shall be expended at the minimum rate necessary to make timely payment for projects and activities.

(g) In issuing new task orders, entering into contracts, or making grants, with funds appropriated in this Act or prior appropriations Acts under the heading “Assistance for the Independent States of the Former Soviet Union” and under comparable headings in prior appropriations Acts, for projects or activities that have as one of their primary purposes the fostering of private sector development, the Coordinator for United States Assistance to the New Independent States and the implementing agency shall encourage the participation of and give significant weight to contractors and grantees who propose investing a significant amount of their own resources (including volunteer services and in-kind contributions) in such projects and activities.]

PROHIBITION ON FUNDING FOR ABORTIONS AND INVOLUNTARY STERILIZATION

SEC. [518] 513. None of the funds made available to carry out part I of the Foreign Assistance Act of 1961, as amended, may be used to pay for the performance of abortions as a method of family planning or to motivate or coerce any person to practice abortions. None of the funds made available to carry out part I of the Foreign Assistance Act of 1961, as amended, may be used to pay for the performance of involuntary sterilization as a method of family planning or to coerce or provide any financial incentive to any person to undergo sterilizations. None of the funds made available to carry out part I of the Foreign Assistance Act of 1961, as amended, may be used to pay for any biomedical research which relates in whole or in part, to methods of, or the performance of, abortions or involuntary sterilization as a means of family planning. None of the funds made available to carry out part I of the Foreign Assistance Act of 1961, as amended, may be obligated or expended for any country or organization if the President certifies that the use of these funds by any such country or organization would violate any of the above provisions related to abortions and involuntary sterilizations.

EXPORT FINANCING TRANSFER AUTHORITIES

SEC. [519] 514. Not to exceed 5 percent of any appropriation other than for administrative expenses made available for fiscal year [2004] 2005, for programs under title I of this Act may be transferred between such appropriations for use for any of the purposes, programs, and activities for which the funds in such receiving account may be used, but no such appropriation, except as otherwise specifically provided, shall be increased by more than 25 percent by any such transfer: *Provided*, That the exercise of such authority shall be subject to the regular notification procedures of the Committees on Appropriations.

[SPECIAL NOTIFICATION REQUIREMENTS]

[SEC. 520. None of the funds appropriated by this Act shall be obligated or expended for Liberia, Serbia, Sudan, Zimbabwe, Pakistan, Cambodia, or the Democratic Republic of the Congo except as provided through the regular notification procedures of the Committees on Appropriations.]

DEFINITION OF PROGRAM, PROJECT, AND ACTIVITY

SEC. [521] 515. For the purpose of this Act, “program, project, and activity” shall be defined at the appropriations Act account level and shall include all appropriations and authorizations Acts earmarks, ceilings, and limitations with the exception that for the following accounts: Economic Support Fund and Foreign Military Financing Program, “program, project, and activity” shall also be considered to include country, regional, and central program level funding within each such account; for the development assistance accounts of the United States Agency for International Development “program, project, and activity” shall also be considered to include central, country, regional, and program level funding, either as: (1) justified to the Congress; or (2) allocated by the executive branch in accordance with a report, to be provided to the Committees on Appropriations within 30 days of the enactment of this Act, as required by section 653(a) of the Foreign Assistance Act of 1961.

CHILD SURVIVAL AND HEALTH ACTIVITIES

SEC. [522] 516. Up to \$13,500,000 of the funds made available by this Act for assistance under the heading “Child Survival and Health Programs Fund”, may be used to reimburse United States

COMPENSATION FOR UNITED STATES EXECUTIVE DIRECTORS TO
INTERNATIONAL FINANCIAL INSTITUTIONS—Continued

CHILD SURVIVAL AND HEALTH ACTIVITIES—Continued

Government agencies, agencies of State governments, institutions of higher learning, and private and voluntary organizations for the full cost of individuals (including for the personal services of such individuals) detailed or assigned to, or contracted by, as the case may be, the United States Agency for International Development for the purpose of carrying out activities under that heading: *Provided*, That up to \$3,500,000 of the funds made available by this Act for assistance under the heading “Development Assistance” may be used to reimburse such agencies, institutions, and organizations for such costs of such individuals carrying out other development assistance activities: *Provided further*, That funds appropriated by titles II and III of this Act that are made available for bilateral assistance for child survival activities or disease programs including activities relating to research on, and the prevention, treatment and control of, HIV/AIDS may be made available notwithstanding any other provision of law except for the provisions under the heading “Child Survival and Health Programs Fund” and the United States Leadership Against HIV/AIDS, Tuberculosis, and Malaria Act of 2003 (117 Stat. 711; 22 U.S.C. 7601 et seq.) as amended [by section 595 of this Act: *Provided further*, That of the funds appropriated under title II of this Act, not less than \$432,000,000 shall be made available for family planning/reproductive health].

[AFGHANISTAN]

[SEC. 523. Of the funds appropriated by this Act, \$405,000,000 shall be made available for humanitarian and reconstruction assistance for Afghanistan: *Provided*, That of the funds made available pursuant to this section, not less than \$75,000,000 should be from funds appropriated under the heading “Economic Support Fund”: *Provided further*, That of the funds made available pursuant to this section, not less than \$2,000,000 should be made available for reforestation activities: *Provided further*, That funds made available pursuant to the previous proviso should be matched, to the maximum extent possible, with contributions from American and Afghan businesses: *Provided further*, That of the funds made available pursuant to this section, not less than \$2,000,000 should be made available for the Afghan Judicial Reform Commission: *Provided further*, That of the funds made available pursuant to this section, not less than \$5,000,000 should be made available to support programs to address the needs of Afghan women through training and equipment to improve the capacity of women-led Afghan nongovernmental organizations and to support the activities of such organizations: *Provided further*, That not less than \$2,000,000 should be made available for assistance for Afghan communities and families that suffer losses as a result of the military operations.]

[NOTIFICATION ON EXCESS DEFENSE EQUIPMENT]

[SEC. 524. Prior to providing excess Department of Defense articles in accordance with section 516(a) of the Foreign Assistance Act of 1961, the Department of Defense shall notify the Committees on Appropriations to the same extent and under the same conditions as are other committees pursuant to subsection (f) of that section: *Provided*, That before issuing a letter of offer to sell excess defense articles under the Arms Export Control Act, the Department of Defense shall notify the Committees on Appropriations in accordance with the regular notification procedures of such Committees if such defense articles are significant military equipment (as defined in section 47(9) of the Arms Export Control Act) or are valued (in terms of original acquisition cost) at \$7,000,000 or more, or if notification is required elsewhere in this Act for the use of appropriated funds for specific countries that would receive such excess defense articles: *Provided further*, That such Committees shall also be informed of the original acquisition cost of such defense articles.]

[USAID OVERSEAS PROGRAM]

[SEC. 525. Funds appropriated by this and subsequent appropriations Acts to carry out the provisions of Part I of the Foreign Assistance Act of 1961, including funds appropriated under the heading “Assistance for Eastern Europe and the Baltic States”, may be made available to employ individuals overseas on a limited appointment basis pursuant to the authority of sections 308 and 309 of the Foreign Service Act of 1980: *Provided*, That in fiscal years 2004, 2005, and 2006 the authority of this section may be used to hire not more than 85 individuals in each such year.]

DEMOCRACY PROGRAMS

SEC. [526] 517. (a) Notwithstanding any other provision of law, [of the] funds appropriated by this Act to carry out the provisions of chapter 4 of part II of the Foreign Assistance Act of 1961 [not less than \$13,500,000 shall] may be made available for assistance for activities to support democracy, human rights, and the rule of law in the People’s Republic of China and Hong Kong[: *Provided*, That funds appropriated under the heading “Economic Support Fund” should be made available for assistance for Taiwan for the purposes of furthering political and legal reforms: *Provided further*, That such funds shall only be made available to the extent that they are matched from sources other than the United States Government: *Provided further*, That funds made available pursuant to the authority of this subsection shall be subject to the regular notification procedures of the Committees on Appropriations].

(b)[(1) In addition to the funds made available in subsection (a), of the funds] Funds appropriated by this Act under the heading “Economic Support Fund” [not less than \$11,500,000 shall] may be made available for programs and activities to foster democracy, human rights, civic education, women’s development, press freedom, and the rule of law in countries with a significant Muslim population, and where such programs and activities would be important to United States efforts to respond to, deter, or prevent acts of international terrorism: *Provided*, That funds made available pursuant to the authority of this subsection should support new initiatives or bolster ongoing programs and activities in those countries[: *Provided further*, That not less than \$3,000,000 of such funds shall be made available for programs and activities that provide professional training for journalists: *Provided further*, That of the funds appropriated under this heading, in addition to other amounts made available for Egypt in this Act, funds shall be made available to support civil society organizations working for democracy in Egypt: *Provided further*, That notwithstanding any other provision of law, not to exceed \$1,500,000 of such funds may be used for making grants to educational, humanitarian and nongovernmental organizations and individuals inside Iran to support the advancement of democracy and human rights in Iran: *Provided further*, That funds made available pursuant to this subsection shall be subject to the regular notification procedures of the Committees on Appropriations.

(2) In addition to funds made available under subsections (a) and (b)(1), of the funds appropriated by this Act under the heading “Economic Support Fund” not less than \$3,000,000 shall be made available for programs and activities of the National Endowment for Democracy to foster democracy, human rights, civic education, women’s development, press freedom, and the rule of law in countries in sub-Saharan Africa.

(c) Of the funds made available under subsection (a), not less than \$10,500,000 shall be made available for the Human Rights and Democracy Fund of the Bureau of Democracy, Human Rights and Labor, Department of State, to support the activities described in subsection (a), and of the funds made available under subsection (b), not less than \$7,000,000 shall be made available for such Fund to support the activities described in subsection (b): *Provided*, That the total amount of funds made available by this Act under “Economic Support Fund” for activities of the Bureau of Democracy, Human Rights and Labor, Department of State, including funds available in this section, shall be not less than \$34,500,000.

(d) Of the funds made available under subsection (a), not less than \$3,000,000 shall be made available for the National Endowment for Democracy to support the activities described in subsection (a), and of the funds made available under subsection (b), not less than \$3,500,000 shall be made available for the National Endowment for Democracy to support the activities described in subsection (b): *Provided*, That the Secretary of State shall provide a report to the Committees on Appropriations within 120 days of the date of enactment of this Act on the status of the allocation, obligation, and expenditure of such funds].

PROHIBITION ON BILATERAL ASSISTANCE TO TERRORIST COUNTRIES

SEC. [527] 518. (a) Funds appropriated for bilateral assistance under any heading of this Act and funds appropriated under any such heading in a provision of law enacted prior to the enactment of this Act, shall not be made available to any country which the President determines—

- (1) grants sanctuary from prosecution to any individual or group which has committed an act of international terrorism; or
- (2) otherwise supports international terrorism.

(b) The President may waive the application of subsection (a) to a country if the President determines that national security or humanitarian reasons justify such waiver. The President shall publish each waiver in the Federal Register and, at least 15 days before the waiver takes effect, shall notify the Committees on Appropriations of the waiver (including the justification for the waiver) in accordance with the regular notification procedures of the Committees on Appropriations.

DEBT-FOR-DEVELOPMENT

SEC. [528] 519. In order to enhance the continued participation of nongovernmental organizations in debt-for-development and debt-for-nature exchanges, a nongovernmental organization which is a grantee or contractor of the United States Agency for International Development may place in interest bearing accounts local currencies which accrue to that organization as a result of economic assistance provided under title II of this Act and, *subject to the regular reprogramming procedures of the Committees on Appropriations, funds made available by this Act, and any interest earned on such investment shall be used for the purpose for which the assistance was provided to that organization.*

[SEPARATE ACCOUNTS]

[SEC. 529. (a) SEPARATE ACCOUNTS FOR LOCAL CURRENCIES.—(1) If assistance is furnished to the government of a foreign country under chapters 1 and 10 of part I or chapter 4 of part II of the Foreign Assistance Act of 1961 under agreements which result in the generation of local currencies of that country, the Administrator of the United States Agency for International Development shall—

(A) require that local currencies be deposited in a separate account established by that government;

(B) enter into an agreement with that government which sets forth—

(i) the amount of the local currencies to be generated; and

(ii) the terms and conditions under which the currencies so deposited may be utilized, consistent with this section; and

(C) establish by agreement with that government the responsibilities of the United States Agency for International Development and that government to monitor and account for deposits into and disbursements from the separate account.

(2) USES OF LOCAL CURRENCIES.—As may be agreed upon with the foreign government, local currencies deposited in a separate account pursuant to subsection (a), or an equivalent amount of local currencies, shall be used only—

(A) to carry out chapter 1 or 10 of part I or chapter 4 of part II (as the case may be), for such purposes as—

(i) project and sector assistance activities; or

(ii) debt and deficit financing; or

(B) for the administrative requirements of the United States Government.

(3) PROGRAMMING ACCOUNTABILITY.—The United States Agency for International Development shall take all necessary steps to ensure that the equivalent of the local currencies disbursed pursuant to subsection (a)(2)(A) from the separate account established pursuant to subsection (a)(1) are used for the purposes agreed upon pursuant to subsection (a)(2).

(4) TERMINATION OF ASSISTANCE PROGRAMS.—Upon termination of assistance to a country under chapter 1 or 10 of part I or chapter 4 of part II (as the case may be), any unencumbered balances of funds which remain in a separate account established pursuant to subsection (a) shall be disposed of for such purposes as may be agreed to by the government of that country and the United States Government.

(5) REPORTING REQUIREMENT.—The Administrator of the United States Agency for International Development shall report on an annual basis as part of the justification documents submitted to the Committees on Appropriations on the use of local currencies for the administrative requirements of the United States Government as authorized in subsection (a)(2)(B), and such report shall include the amount of local currency (and United States dollar equivalent) used and/or to be used for such purpose in each applicable country.

(b) SEPARATE ACCOUNTS FOR CASH TRANSFERS.—(1) If assistance is made available to the government of a foreign country, under chapter 1 or 10 of part I or chapter 4 of part II of the Foreign Assistance Act of 1961, as cash transfer assistance or as nonproject sector assistance, that country shall be required to maintain such funds in a separate account and not commingle them with any other funds.

(2) APPLICABILITY OF OTHER PROVISIONS OF LAW.—Such funds may be obligated and expended notwithstanding provisions of law which are inconsistent with the nature of this assistance including provisions which are referenced in the Joint Explanatory Statement of the Committee of Conference accompanying House Joint Resolution 648 (House Report No. 98–1159).

(3) NOTIFICATION.—At least 15 days prior to obligating any such cash transfer or nonproject sector assistance, the President shall submit a notification through the regular notification procedures of the Committees on Appropriations, which shall include a detailed description of how the funds proposed to be made available will be used, with a discussion of the United States interests that will be served by the assistance (including, as appropriate, a description of the economic policy reforms that will be promoted by such assistance).

(4) EXEMPTION.—Nonproject sector assistance funds may be exempt from the requirements of subsection (b)(1) only through the notification procedures of the Committees on Appropriations.]

ENTERPRISE [FUND RESTRICTIONS] FUNDS

SEC. [530] 520. [Prior to the distribution of any assets resulting from any liquidation, dissolution, or winding up of an Enterprise Fund, in whole or in part, the President shall submit to the Committees on Appropriations, in accordance with the regular notification procedures of the Committees on Appropriations, a plan for the distribution of the assets of the Enterprise Fund.] *Funds made available for Enterprise Funds shall be expended at the minimum rate necessary to make timely payment for projects and activities.*

[BURMA]

[SEC. 531. (a) The Secretary of the Treasury shall instruct the United States executive director to each appropriate international financial institution in which the United States participates, to oppose and vote against the extension by such institution of any loan or financial or technical assistance or any other utilization of funds of the respective bank to and for Burma.

(b) Of the funds appropriated under the heading “Economic Support Fund”, not less than \$13,000,000 shall be made available to support democracy activities in Burma, along the Burma-Thailand border, for activities of Burmese student groups and other organizations located outside Burma, and for the purpose of supporting the provision of humanitarian assistance to displaced Burmese along Burma’s borders: *Provided*, That of this amount \$500,000 should be made available to support newspapers, publications, and other media activities promoting democracy inside Burma: *Provided further*, That funds made available under this heading may be made available notwithstanding any other provision of law: *Provided further*, That \$5,000,000 shall be allocated to the United States Agency for International Development for humanitarian assistance for displaced Burmese and host communities in Thailand: *Provided further*, That not more than 60 days after enactment of this Act, the Secretary of State, in consultation with the Administrator of the United States Agency for International Development, shall submit a report to the Committees on Appropriations describing the amount and rate of disbursement of fiscal years 2002 and 2003 funding for HIV/AIDS programs and activities in Burma, the estimated amount of funds expended by the State Peace and Development Council (SPDC) on HIV/AIDS programs and activities in calendar years 2001, 2002, and 2003, and the extent to which international nongovernmental organizations are able to conduct HIV/AIDS programs throughout Burma, including the ability of expatriate staff to freely travel through the country and to conduct programmatic oversight independent of SPDC handling and monitoring: *Provided further*, That funds made available by this section shall be subject to the regular notification procedures of the Committees on Appropriations.

(c) It is the sense of the Congress that the United Nations Security Council should debate and consider sanctions against Burma as a result of the threat to regional stability and peace posed by the repressive and illegitimate rule of the State Peace and Development Council.]

AUTHORITIES FOR THE PEACE CORPS, INTER-AMERICAN FOUNDATION AND AFRICAN DEVELOPMENT FOUNDATION

SEC. [532] 521. Unless expressly provided to the contrary, provisions of this or any other Act, including provisions contained in prior Acts authorizing or making appropriations for foreign operations, export financing, and related programs, shall not be construed to prohibit activities authorized by or conducted under the Peace Corps Act, the Inter-American Foundation Act or the African Development Foundation Act. The agency shall promptly report to the Committees

COMPENSATION FOR UNITED STATES EXECUTIVE DIRECTORS TO
INTERNATIONAL FINANCIAL INSTITUTIONS—Continued

AUTHORITIES FOR THE PEACE CORPS, INTER-AMERICAN FOUNDATION
AND AFRICAN DEVELOPMENT FOUNDATION—Continued

on Appropriations whenever it is conducting activities or is proposing to conduct activities in a country for which assistance is prohibited.

IMPACT ON JOBS IN THE UNITED STATES

SEC. [533] 522. None of the funds appropriated by this Act may be obligated or expended to provide—

(a) any financial incentive to a business enterprise currently located in the United States for the purpose of inducing such an enterprise to relocate outside the United States if such incentive or inducement is likely to reduce the number of employees of such business enterprise in the United States because United States production is being replaced by such enterprise outside the United States; or

(b) assistance for any program, project, or activity that contributes to the violation of internationally recognized workers rights, as defined in section 507(4) of the Trade Act of 1974, of workers in the recipient country, including any designated zone or area in that country: *Provided*, That the application of section 507(4) (D) and (E) of such Act should be commensurate with the level of development of the recipient country and sector, and shall not preclude assistance for the informal sector in such country, micro and small-scale enterprise, and smallholder agriculture.

SPECIAL AUTHORITIES

SEC. [534] 523. (a) AFGHANISTAN, IRAQ, Pakistan, Lebanon, Montenegro, Victims of War, Displaced Children, and Displaced Burmese.—Funds appropriated by this Act that are made available for assistance for Afghanistan [may be made available notwithstanding section 512 of this Act or any similar provision of law and section 660 of the Foreign Assistance Act of 1961, and funds appropriated in titles I and II of this Act that are made available for], Iraq, Lebanon, Montenegro, Pakistan, and for victims of war, displaced children, and displaced Burmese, and to assist victims of trafficking in persons and, subject to the regular notification procedures of the Committees on Appropriations, to combat such trafficking, may be made available notwithstanding any other provision of law.

(b) TROPICAL FORESTRY AND BIODIVERSITY CONSERVATION ACTIVITIES.—Funds appropriated by this Act to carry out the provisions of sections 103 through 106, and chapter 4 of part II, of the Foreign Assistance Act of 1961 may be used, notwithstanding any other provision of law, for the purpose of supporting tropical forestry and biodiversity conservation activities and energy programs aimed at reducing greenhouse gas emissions: *Provided*, That such assistance shall be subject to sections 116, 502B, and 620A of the Foreign Assistance Act of 1961.

(c) PERSONAL SERVICES CONTRACTORS.—Funds appropriated by this Act to carry out chapter 1 of part I, chapter 4 of part II, and section 667 of the Foreign Assistance Act of 1961, and title II of the Agricultural Trade Development and Assistance Act of 1954, may be used by the United States Agency for International Development to employ up to 25 personal services contractors in the United States, notwithstanding any other provision of law, for the purpose of providing direct, interim support for new or expanded overseas programs and activities managed by the agency [until permanent direct hire personnel are hired and trained]: *Provided*, That not more than 10 of such contractors shall be assigned to any bureau or office: *Provided further*, That such funds appropriated to carry out title II of the Agricultural Trade Development and Assistance Act of 1954, may be made available only for personal services contractors assigned to the Office of Food for Peace.

(d)(1) WAIVER.—The President may waive the provisions of section 1003 of Public Law 100–204 if the President determines and certifies in writing to the Speaker of the House of Representatives and the President pro tempore of the Senate that it is important to the national security interests of the United States.

(2) PERIOD OF APPLICATION OF WAIVER.—Any waiver pursuant to paragraph (1) shall be effective for no more than a period of 6 months at a time and shall not apply beyond 12 months after the enactment of this Act.

(e) SMALL BUSINESS.—In entering into multiple award indefinite-quantity contracts with funds appropriated by this Act, the United States Agency for International Development may provide an exception to the fair opportunity process for placing task orders under

such contracts when the order is placed with any category of small or small disadvantaged business.

(f) [SHIPMENT OF HUMANITARIAN ASSISTANCE.—During fiscal year 2004 and each fiscal year thereafter, of the amounts made available by the United States Agency for International Development to carry out the provisions of section 123(b) of the Foreign Assistance Act of 1961, funds may be made available to nongovernmental organizations for administrative costs necessary to implement a program to obtain available donated space on commercial ships for the shipment of humanitarian assistance overseas.] CONTINGENCIES.—*During fiscal year 2005, the President may use up to \$100,000,000 under the authority of section 451 of the Foreign Assistance Act of 1961, notwithstanding the funding ceiling in section 451(a).*

(g) RECONSTITUTING CIVILIAN POLICE AUTHORITY.—In providing assistance with funds appropriated by this Act under section 660(b)(6) of the Foreign Assistance Act of 1961, support for a nation emerging from instability may be deemed to mean support for regional, district, municipal, or other sub-national entity emerging from instability, as well as a nation emerging from instability.

(h) NATIONAL ENDOWMENT FOR DEMOCRACY.—Funds appropriated by this Act that are provided to the National Endowment for Democracy may be provided notwithstanding any other provision of law or regulation.

(i) WORLD FOOD PROGRAM.—Of the funds managed by the Bureau for Democracy, Conflict, and Humanitarian Assistance of the United States Agency for International Development, from this or any other Act, not less than \$6,000,000 shall be made available as a general contribution to the World Food Program, notwithstanding any other provision of law.]

(j) (i) SUDAN.—For the purposes of section 501 of Public Law 106–570, the terms “areas outside of control of the Government of Sudan” and “area in Sudan outside of control of the Government of Sudan” shall, upon conclusion of a peace agreement between the Government of Sudan and the Sudan People’s Liberation Movement, have the same meaning and application as was the case immediately prior to the conclusion of such agreement.

(k) PROGRAMS.—Of the funds appropriated under “Economic Support Fund” for Middle East regional programs, up to \$5,000,000 may be made available for programs and activities of the Yitzhak Rabin Center for Israel Studies in Tel Aviv, Israel, and up to \$5,000,000 may be made available for programs and activities of the Center for Human Dignity Museum of Tolerance in Jerusalem.]

[ARAB LEAGUE BOYCOTT OF ISRAEL]

[SEC. 535. It is the sense of the Congress that—

(1) the Arab League boycott of Israel, and the secondary boycott of American firms that have commercial ties with Israel, is an impediment to peace in the region and to United States investment and trade in the Middle East and North Africa;

(2) the Arab League boycott, which was regrettably reinstated in 1997, should be immediately and publicly terminated, and the Central Office for the Boycott of Israel immediately disbanded;

(3) the three Arab League countries with diplomatic and trade relations with Israel should return their ambassadors to Israel, should refrain from downgrading their relations with Israel, and should play a constructive role in securing a peaceful resolution of the Israeli-Arab conflict;

(4) the remaining Arab League states should normalize relations with their neighbor Israel;

(5) the President and the Secretary of State should continue to vigorously oppose the Arab League boycott of Israel and find concrete steps to demonstrate that opposition by, for example, taking into consideration the participation of any recipient country in the boycott when determining to sell weapons to said country; and

(6) the President should report to Congress annually on specific steps being taken by the United States to encourage Arab League states to normalize their relations with Israel to bring about the termination of the Arab League boycott of Israel, including those to encourage allies and trading partners of the United States to enact laws prohibiting businesses from complying with the boycott and penalizing businesses that do comply.]

ADMINISTRATION OF JUSTICE ACTIVITIES

SEC. [536] 524. Of the funds appropriated or otherwise made available by this Act or any subsequent Act for “Economic Support Fund”, assistance may be provided to strengthen the administration of justice in countries in Latin America and the Caribbean and in other regions

consistent with the provisions of section 534(b) of the Foreign Assistance Act of 1961, except that programs to enhance protection of participants in judicial cases may be conducted notwithstanding section 660 of that Act. Funds made available pursuant to this section may be made available notwithstanding section 534(c) and the second and third sentences of section 534(e) of the Foreign Assistance Act of 1961.

ELIGIBILITY FOR ASSISTANCE

SEC. [537] 525. (a) ASSISTANCE THROUGH NONGOVERNMENTAL ORGANIZATIONS.—Restrictions contained in this or any other Act with respect to assistance for a country shall not be construed to restrict assistance in support of programs of nongovernmental organizations from funds appropriated by this Act to carry out the provisions of chapters 1, 10, 11, and 12 of part I and chapter 4 of part II of the Foreign Assistance Act of 1961, and from funds appropriated under the heading "Assistance for Eastern Europe and the Baltic States": *Provided*, That before using the authority of this subsection to furnish assistance in support of programs of nongovernmental organizations, the President shall notify the Committees on Appropriations under the regular notification procedures of those committees, including a description of the program to be assisted, the assistance to be provided, and the reasons for furnishing such assistance: *Provided further*, That nothing in this subsection shall be construed to alter any existing statutory prohibitions against abortion or involuntary sterilizations contained in this or any other Act.

(b) PUBLIC LAW 480.—During fiscal year [2004] 2005, restrictions contained in this or any other Act with respect to assistance for a country shall not be construed to restrict assistance under the Agricultural Trade Development and Assistance Act of 1954: *Provided*, That none of the funds appropriated to carry out title I of such Act and made available pursuant to this subsection may be obligated or expended except as provided through the regular notification procedures of the Committees on Appropriations.

(c) EXCEPTION.—This section shall not apply—

(1) with respect to section 620A of the Foreign Assistance Act of 1961 or any comparable provision of law prohibiting assistance to countries that support international terrorism; or

(2) with respect to section 116 of the Foreign Assistance Act of 1961 or any comparable provision of law prohibiting assistance to the government of a country that violates internationally recognized human rights.

RESERVATIONS OF FUNDS

SEC. [538] 526. (a) Funds appropriated by this Act which are earmarked may be reprogrammed for other programs within the same account notwithstanding the earmark if compliance with the earmark is made impossible by operation of any provision of this or any other Act, or other compelling foreign policy reason: *Provided*, That any such reprogramming shall be subject to the regular notification procedures of the Committees on Appropriations: *Provided further*, That assistance that is reprogrammed pursuant to this subsection shall be made available under the same terms and conditions as originally provided.

(b) In addition to the authority contained in subsection (a), the original period of availability of funds appropriated by this Act and administered by the United States Agency for International Development that are earmarked for particular programs or activities by this or any other Act shall be extended for an additional fiscal year if the Administrator of such agency determines and reports promptly to the Committees on Appropriations that the termination of assistance to a country or a significant change in circumstances makes it unlikely that such earmarked funds can be obligated during the original period of availability: *Provided*, That such earmarked funds that are continued available for an additional fiscal year shall be obligated only for the purpose of such earmark.

CEILINGS AND EARMARKS

SEC. [539] 527. Ceilings and earmarks contained in this Act shall not be applicable to funds or authorities appropriated or otherwise made available by any subsequent Act unless such Act specifically so directs. Earmarks or minimum funding requirements contained in any other Act shall not be applicable to funds appropriated by this Act.

PROHIBITION ON PUBLICITY OR PROPAGANDA

SEC. [540] 528. No part of any appropriation contained in this Act shall be used for publicity or propaganda purposes within the United States not authorized before the date of the enactment of

this Act by the Congress: *Provided*, That not to exceed \$750,000 may be made available to carry out the provisions of section 316 of Public Law 96-533].

[PROHIBITION OF PAYMENTS TO UNITED NATIONS MEMBERS]

[SEC. 541. None of the funds appropriated or made available pursuant to this Act for carrying out the Foreign Assistance Act of 1961, may be used to pay in whole or in part any assessments, arrearages, or dues of any member of the United Nations or, from funds appropriated by this Act to carry out chapter 1 of part I of the Foreign Assistance Act of 1961, the costs for participation of another country's delegation at international conferences held under the auspices of multilateral or international organizations.]

[NONGOVERNMENTAL ORGANIZATIONS—DOCUMENTATION]

[SEC. 542. None of the funds appropriated or made available pursuant to this Act shall be available to a nongovernmental organization which fails to provide upon timely request any document, file, or record necessary to the auditing requirements of the United States Agency for International Development.]

[PROHIBITION ON ASSISTANCE TO FOREIGN GOVERNMENTS THAT EXPORT LETHAL MILITARY EQUIPMENT TO COUNTRIES SUPPORTING INTERNATIONAL TERRORISM]

[SEC. 543. (a) None of the funds appropriated or otherwise made available by this Act may be available to any foreign government which provides lethal military equipment to a country the government of which the Secretary of State has determined is a terrorist government for purposes of section 6(j) of the Export Administration Act. The prohibition under this section with respect to a foreign government shall terminate 12 months after that government ceases to provide such military equipment. This section applies with respect to lethal military equipment provided under a contract entered into after October 1, 1997.

(b) Assistance restricted by subsection (a) or any other similar provision of law, may be furnished if the President determines that furnishing such assistance is important to the national interests of the United States.

(c) Whenever the waiver authority of subsection (b) is exercised, the President shall submit to the appropriate congressional committees a report with respect to the furnishing of such assistance. Any such report shall include a detailed explanation of the assistance to be provided, including the estimated dollar amount of such assistance, and an explanation of how the assistance furthers United States national interests.]

[WITHHOLDING OF ASSISTANCE FOR PARKING FINES OWED BY FOREIGN COUNTRIES]

[SEC. 544. (a) Subject to subsection (c), of the funds appropriated by this Act that are made available for assistance for a foreign country, an amount equal to 110 percent of the total amount of the unpaid fully adjudicated parking fines and penalties owed by such country shall be withheld from obligation for such country until the Secretary of State submits a certification to the appropriate congressional committees stating that such parking fines and penalties are fully paid.

(b) Funds withheld from obligation pursuant to subsection (a) may be made available for other programs or activities funded by this Act, after consultation with and subject to the regulation notification procedures of the appropriate congressional committees, provided that no such funds shall be made available for assistance to the central government of a foreign country that has not paid the total amount of the fully adjudicated parking fines and penalties owed by such country.

(c) Subsection (a) shall not include amounts that have been withheld under any other provision of law.

(d) The Secretary of State may waive the requirements set forth in subsection (a) no sooner than 60 days from the date of enactment of this Act, or at any time with respect to a particular country, if the Secretary determines that it is in the national interests of the United States to do so.

(e) Not later than 6 months after the initial exercise of the waiver authority in subsection (d), the Secretary of State, after consultations with the City of New York, shall submit a report to the Committees on Appropriations describing a strategy, including a timetable and steps currently being taken, to collect the parking fines and penalties owed by nations receiving foreign assistance under this Act.

(f) In this section:

COMPENSATION FOR UNITED STATES EXECUTIVE DIRECTORS TO
INTERNATIONAL FINANCIAL INSTITUTIONS—Continued

**[WITHHOLDING OF ASSISTANCE FOR PARKING FINES OWED BY
FOREIGN COUNTRIES]**—Continued

(1) The term “appropriate congressional committees” means the Committee on Appropriations of the Senate and the Committee on Appropriations of the House of Representatives.

(2) The term “fully adjudicated” includes circumstances in which the person to whom the vehicle is registered—

(A)(i) has not responded to the parking violation summons; or

(ii) has not followed the appropriate adjudication procedure to challenge the summons; and

(B) the period of time for payment of or challenge to the summons has lapsed.

(3) The term “parking fines and penalties” means parking fines and penalties—

(A) owed to—

(i) the District of Columbia; or

(ii) New York, New York; and

(B) incurred during the period April 1, 1997 through September 30, 2003.]

LIMITATION ON ASSISTANCE FOR THE PLO FOR THE WEST BANK AND
GAZA

SEC. [545] 529. None of the funds appropriated by this Act may be obligated for assistance for the Palestine Liberation Organization for the West Bank and Gaza unless the President has exercised the authority under section 604(a) of the Middle East Peace Facilitation Act of 1995 (title VI of Public Law 104–107) or any other legislation to suspend or make inapplicable section 307 of the Foreign Assistance Act of 1961 and that suspension is still in effect: *Provided*, That if the President fails to make the certification under section 604(b)(2) of the Middle East Peace Facilitation Act of 1995 or to suspend the prohibition under other legislation, funds appropriated by this Act may not be obligated for assistance for the Palestine Liberation Organization for the West Bank and Gaza.

WAR CRIMES TRIBUNALS DRAWDOWN

SEC. [546] 530. If the President determines that doing so will contribute to a just resolution of charges regarding genocide or other violations of international humanitarian law, the President may direct a drawdown pursuant to section 552(c) of the Foreign Assistance Act of 1961, as amended, of up to \$30,000,000 of commodities and services for the United Nations War Crimes Tribunal established with regard to the former Yugoslavia by the United Nations Security Council or such other tribunals or commissions as the Council may establish or authorize to deal with such violations, without regard to the ceiling limitation contained in paragraph (2) thereof: *Provided*, That the determination required under this section shall be in lieu of any determinations otherwise required under section 552(c): *Provided further*, That the drawdown made under this section for any tribunal shall not be construed as an endorsement or precedent for the establishment of any standing or permanent international criminal tribunal or court: *Provided further*, That funds made available for tribunals other than Yugoslavia, Rwanda, or the Special Court for Sierra Leone shall be made available subject to the regular notification procedures of the Committees on Appropriations.]

LANDMINES

SEC. [547] 531. Notwithstanding any other provision of law, demining equipment available to the United States Agency for International Development and the Department of State and used in support of the clearance of landmines and unexploded ordnance for humanitarian purposes may be disposed of on a grant basis in foreign countries, subject to such terms and conditions as the President may prescribe.

RESTRICTIONS CONCERNING THE PALESTINIAN AUTHORITY

SEC. [548] 532. None of the funds appropriated by this Act may be obligated or expended to create in any part of Jerusalem a new office of any department or agency of the United States Government for the purpose of conducting official United States Government business with the Palestinian Authority over Gaza and Jericho or any successor Palestinian governing entity provided for in the Israel-PLO Declaration of Principles: *Provided*, That this restriction shall not apply to the acquisition of additional space for the existing Consulate

General in Jerusalem: *Provided further*, That meetings between officers and employees of the United States and officials of the Palestinian Authority, or any successor Palestinian governing entity provided for in the Israel-PLO Declaration of Principles, for the purpose of conducting official United States Government business with such authority should continue to take place in locations other than Jerusalem. As has been true in the past, officers and employees of the United States Government may continue to meet in Jerusalem on other subjects with Palestinians (including those who now occupy positions in the Palestinian Authority), have social contacts, and have incidental discussions.

PROHIBITION OF PAYMENT OF CERTAIN EXPENSES

SEC. [549] 533. None of the funds appropriated or otherwise made available by this Act under the heading “International Military Education and Training” or “Foreign Military Financing Program” for Informational Program activities or under the headings “Child Survival and Health Programs Fund”, “Development Assistance”, and “Economic Support Fund” may be obligated or expended to pay for—

(1) alcoholic beverages; or

(2) entertainment expenses for activities that are substantially of a recreational character, including but not limited to entrance fees at sporting events, theatrical and musical productions, and amusement parks.

**[RESTRICTIONS ON VOLUNTARY CONTRIBUTIONS TO UNITED NATIONS
AGENCIES]**

[SEC. 550. None of the funds appropriated by this Act may be made available to pay any voluntary contribution of the United States to the United Nations (including the United Nations Development Program) if the United Nations implements or imposes any taxation on any United States persons.]

HAITI

SEC. [551] 534. The Government of Haiti shall be eligible to purchase defense articles and services under the Arms Export Control Act (22 U.S.C. 2751 et seq.), for the Coast Guard.

LIMITATION ON ASSISTANCE TO THE PALESTINIAN AUTHORITY

SEC. [552] 535. (a) PROHIBITION OF FUNDS.—None of the funds appropriated by this Act to carry out the provisions of chapter 4 of part II of the Foreign Assistance Act of 1961 may be obligated or expended with respect to providing funds to the Palestinian Authority.

(b) WAIVER.—The prohibition included in subsection (a) shall not apply if the President certifies in writing to the Speaker of the House of Representatives and the President pro tempore of the Senate that waiving such prohibition is important to the national security interests of the United States.

(c) PERIOD OF APPLICATION OF WAIVER.—Any waiver pursuant to subsection (b) shall be effective for no more than a period of 6 months at a time and shall not apply beyond 12 months after the enactment of this Act.

(d) REPORT.—Whenever the waiver authority pursuant to subsection (b) is exercised, the President shall submit a report to the Committees on Appropriations detailing the steps the Palestinian Authority has taken to arrest terrorists, confiscate weapons and dismantle the terrorist infrastructure. The report shall also include a description of how funds will be spent and the accounting procedures in place to ensure that they are properly disbursed.

[LIMITATION ON ASSISTANCE TO SECURITY FORCES]

[SEC. 553. None of the funds made available by this Act may be provided to any unit of the security forces of a foreign country if the Secretary of State has credible evidence that such unit has committed gross violations of human rights, unless the Secretary determines and reports to the Committees on Appropriations that the government of such country is taking effective measures to bring the responsible members of the security forces unit to justice: *Provided*, That nothing in this section shall be construed to withhold funds made available by this Act from any unit of the security forces of a foreign country not credibly alleged to be involved in gross violations of human rights: *Provided further*, That in the event that funds are withheld from any unit pursuant to this section, the Secretary of State shall promptly inform the foreign government of the basis for such action and shall, to the maximum extent practicable, assist the foreign government in taking effective measures to bring the responsible members of the security forces to justice.]

【FOREIGN MILITARY TRAINING REPORT】

【SEC. 554. The annual foreign military training report required by section 656 of the Foreign Assistance Act of 1961 shall be submitted by the Secretary of Defense and the Secretary of State to the Committees on Appropriations of the House of Representatives and the Senate by the date specified in that section.】

【ENVIRONMENT PROGRAMS】

【SEC. 555. (a) FUNDING.—Of the funds appropriated under the heading “Development Assistance”, not less than \$155,000,000 shall be made available for programs and activities which directly protect biodiversity, including forests, in developing countries, of which \$1,500,000 should be made available to improve the capacity of indigenous groups and local environmental organizations and law enforcement agencies to protect the biodiversity of indigenous reserves in the Amazon Basin region of Brazil, which amount shall be in addition to the amount requested in this Act for assistance for Brazil for fiscal year 2004: *Provided*, That not later than one year after enactment of this Act, the Secretary of State, in coordination with the Administrator of the United States Agency for International Development and other appropriate departments and agencies, and after consultation with appropriate governments and nongovernmental organizations, shall submit to the Committees on Appropriations a strategy for biodiversity conservation in the Amazon Basin region of South America: *Provided further*, That of the funds appropriated under the headings “Development Assistance” and “Andean Counterdrug Initiative”, funds shall be made available in fiscal year 2004 to develop the strategy described in the previous proviso: *Provided further*, That of the funds appropriated by this Act, not less than \$180,000,000 shall be made available to support policies and programs in developing countries that directly (1) promote a wide range of energy conservation, energy efficiency and clean energy programs and activities, including the transfer of clean and environmentally sustainable energy technologies; (2) measure, monitor, and reduce greenhouse gas emissions; (3) increase carbon sequestration activities; and (4) enhance climate change mitigation and adaptation programs.

(b) CLIMATE CHANGE REPORT.—Not later than 45 days after the date on which the President’s fiscal year 2005 budget request is submitted to Congress, the President shall submit a report to the Committees on Appropriations describing in detail the following—

(1) all Federal agency obligations and expenditures, domestic and international, for climate change programs and activities in fiscal year 2004, including an accounting of expenditures by agency with each agency identifying climate change activities and associated costs by line item as presented in the President’s Budget Appendix; and

(2) all fiscal year 2003 obligations and estimated expenditures, fiscal year 2004 estimated expenditures and estimated obligations, and fiscal year 2005 requested funds by the United States Agency for International Development, by country and central program, for each of the following: (i) to promote the transfer and deployment of a wide range of United States clean energy and energy efficiency technologies; (ii) to assist in the measurement, monitoring, reporting, verification, and reduction of greenhouse gas emissions; (iii) to promote carbon capture and sequestration measures; (iv) to help meet such countries’ responsibilities under the Framework Convention on Climate Change; and (v) to develop assessments of the vulnerability to impacts of climate change and mitigation and adaptation response strategies.】

【REGIONAL PROGRAMS FOR EAST ASIA AND THE PACIFIC】

【SEC. 556. Funds appropriated by this Act under the heading “Economic Support Fund” that are requested for “Regional Democracy” assistance for East Asia and the Pacific shall be made available for the Human Rights and Democracy Fund of the Bureau for Democracy, Human Rights and Labor, Department of State.】

【ZIMBABWE】

【SEC. 557. The Secretary of the Treasury shall instruct the United States executive director to each international financial institution to vote against any extension by the respective institution of any loans, to the Government of Zimbabwe, except to meet basic human needs or to promote democracy, unless the Secretary of State determines and certifies to the Committees on Appropriations that the rule of law has been restored in Zimbabwe, including respect for ownership and title to property, freedom of speech and association.】

【TIBET】

【SEC. 558. (a) The Secretary of Treasury should instruct the United States executive director to each international financial institution to use the voice and vote of the United States to support projects in Tibet if such projects do not provide incentives for the migration and settlement of non-Tibetans into Tibet or facilitate the transfer of ownership of Tibetan land and natural resources to non-Tibetans; are based on a thorough needs-assessment; foster self-sufficiency of the Tibetan people and respect Tibetan culture and traditions; and are subject to effective monitoring.

(b) Notwithstanding any other provision of law, not less than \$4,000,000 of the funds appropriated by this Act under the heading “Economic Support Fund” shall be made available to nongovernmental organizations to support activities which preserve cultural traditions and promote sustainable development and environmental conservation in Tibetan communities in the Tibetan Autonomous Region and in other Tibetan communities in China.】

【AUTHORIZATION REQUIREMENT】

【SEC. 559. Funds appropriated by this Act may be obligated and expended notwithstanding section 10 of Public Law 91–672 and section 15 of the State Department Basic Authorities Act of 1956.】

【NIGERIA】

【SEC. 560. None of the funds appropriated under the headings “International Military Education and Training” and “Foreign Military Financing Program” may be made available for assistance for Nigeria until the President certifies to the Committees on Appropriations that the Nigerian Minister of Defense, the Chief of the Army Staff, and the Minister of State for Defense/Army are suspending from the Armed Forces those members, of whatever rank, against whom there is credible evidence of gross violations of human rights in Benue State in October 2001, and the Government of Nigeria and the Nigerian Armed Forces are taking effective measures to bring such individuals to justice: *Provided*, That the President may waive such prohibition if he determines that doing so is in the national security interest of the United States: *Provided further*, That prior to exercising such waiver authority, the President shall submit a report to the Committees on Appropriations describing the involvement of the Nigerian Armed Forces in the incident in Benue State, the measures that are being taken to bring such individuals to justice, and whether any Nigerian Armed Forces units involved with the incident in Benue State are receiving United States assistance.】

【CAMBODIA】

【SEC. 561. (a) The Secretary of the Treasury should instruct the United States executive directors of the international financial institutions to use the voice and vote of the United States to oppose loans to the Central Government of Cambodia, except loans to meet basic human needs.

(b)(1) None of the funds appropriated by this Act may be made available for assistance for the Central Government of Cambodia.

(2) Paragraph (1) shall not apply to assistance for basic education, reproductive and maternal and child health, cultural and historic preservation, programs for the prevention, treatment, and control of, and research on, HIV/AIDS, tuberculosis, malaria, polio and other infectious diseases, programs to combat human trafficking that are provided through nongovernmental organizations, and for the Ministry of Women and Veterans Affairs to combat human trafficking.

(c) Of the funds appropriated by this Act under the heading “Economic Support Fund”, up to \$4,000,000 may be made available for activities to support democracy, including assistance for democratic political parties.

(d) Funds appropriated by this Act to carry out provisions of section 541 of the Foreign Assistance Act of 1961 may be made available notwithstanding subsection (b) only if at least 15 days prior to the obligation of such funds, the Secretary of State provides to the Committees on Appropriations a list of those individuals who have been credibly alleged to have ordered or carried out extrajudicial and political killings that occurred during the March 1997 grenade attack against the Khmer Nation Party, the July 1997 coup d’etat, and election related violence that occurred during the 1998, 2002, and 2003 elections in Cambodia.

(e) None of the funds appropriated or otherwise made available by this Act may be used to provide assistance to any tribunal established by the Government of Cambodia.】

COMPENSATION FOR UNITED STATES EXECUTIVE DIRECTORS TO
INTERNATIONAL FINANCIAL INSTITUTIONS—Continued

【PALESTINIAN STATEHOOD】

【SEC. 562. (a) LIMITATION ON ASSISTANCE.—None of the funds appropriated by this Act may be provided to support a Palestinian state unless the Secretary of State determines and certifies to the appropriate congressional committees that—

(1) a new leadership of a Palestinian governing entity has been democratically elected through credible and competitive elections;

(2) the elected governing entity of a new Palestinian state—

(A) has demonstrated a firm commitment to peaceful co-existence with the State of Israel;

(B) is taking appropriate measures to counter terrorism and terrorist financing in the West Bank and Gaza, including the dismantling of terrorist infrastructures;

(C) is establishing a new Palestinian security entity that is cooperative with appropriate Israeli and other appropriate security organizations; and

(3) the Palestinian Authority (or the governing body of a new Palestinian state) is working with other countries in the region to vigorously pursue efforts to establish a just, lasting, and comprehensive peace in the Middle East that will enable Israel and an independent Palestinian state to exist within the context of full and normal relationships, which should include—

(A) termination of all claims or states of belligerency;

(B) respect for and acknowledgement of the sovereignty, territorial integrity, and political independence of every state in the area through measures including the establishment of demilitarized zones;

(C) their right to live in peace within secure and recognized boundaries free from threats or acts of force;

(D) freedom of navigation through international waterways in the area; and

(E) a framework for achieving a just settlement of the refugee problem.

(b) SENSE OF CONGRESS.—It is the sense of Congress that the newly elected governing entity should enact a constitution assuring the rule of law, an independent judiciary, and respect for human rights for its citizens, and should enact other laws and regulations assuring transparent and accountable governance.

(c) WAIVER.—The President may waive subsection (a) if he determines that it is vital to the national security interests of the United States to do so.

(d) EXEMPTION.—The restriction in subsection (a) shall not apply to assistance intended to help reform the Palestinian Authority and affiliated institutions, or a newly elected governing entity, in order to help meet the requirements of subsection (a), consistent with the provisions of section 552 of this Act (“Limitation on Assistance to the Palestinian Authority”).】

【COLOMBIA】

【SEC. 563. (a) DETERMINATION AND CERTIFICATION REQUIRED.—Notwithstanding any other provision of law, funds appropriated by this Act that are available for assistance for the Colombian Armed Forces, may be made available as follows:

(1) Up to 75 percent of such funds may be obligated prior to a determination and certification by the Secretary of State pursuant to paragraph (2).

(2) Up to 12.5 percent of such funds may be obligated only after the Secretary of State certifies and reports to the appropriate congressional committees that:

(A) The Commander General of the Colombian Armed Forces is suspending from the Armed Forces those members, of whatever rank who, according to the Minister of Defense or the Procuraduria General de la Nacion, have been credibly alleged to have committed gross violations of human rights, including extra-judicial killings, or to have aided or abetted paramilitary organizations.

(B) The Colombian Government is vigorously investigating and prosecuting those members of the Colombian Armed Forces, of whatever rank, who have been credibly alleged to have committed gross violations of human rights, including extra-judicial killings, or to have aided or abetted paramilitary organizations, and is promptly punishing those members of the Colombian Armed Forces found to have committed such violations of human rights or to have aided or abetted paramilitary organizations.

(C) The Colombian Armed Forces have made substantial progress in cooperating with civilian prosecutors and judicial authorities in such cases (including providing requested information, such as the identity of persons suspended from the Armed Forces and the nature and cause of the suspension, and access to witnesses, relevant military documents, and other requested information).

(D) The Colombian Armed Forces have made substantial progress in severing links (including denying access to military intelligence, vehicles, and other equipment or supplies, and ceasing other forms of active or tacit cooperation) at the command, battalion, and brigade levels, with paramilitary organizations, especially in regions where these organizations have a significant presence.

(E) The Colombian Armed Forces are dismantling paramilitary leadership and financial networks by arresting commanders and financial backers, especially in regions where these networks have a significant presence.

(3) The balance of such funds may be obligated after July 31, 2004, if the Secretary of State certifies and reports to the appropriate congressional committees, after such date, that the Colombian Armed Forces are continuing to meet the conditions contained in paragraph (2) and are conducting vigorous operations to restore government authority and respect for human rights in areas under the effective control of paramilitary and guerrilla organizations.

(b) CONGRESSIONAL NOTIFICATION.—Funds made available by this Act for the Colombian Armed Forces shall be subject to the regular notification procedures of the Committees on Appropriations.

(c) CONSULTATIVE PROCESS.—Not later than 60 days after the date of enactment of this Act, and every 90 days thereafter until September 30, 2005, the Secretary of State shall consult with internationally recognized human rights organizations regarding progress in meeting the conditions contained in that subsection.

(d) DEFINITIONS.—In this section:

(1) AIDED OR ABETTED.—The term “aided or abetted” means to provide any support to paramilitary groups, including taking actions which allow, facilitate, or otherwise foster the activities of such groups.

(2) PARAMILITARY GROUPS.—The term “paramilitary groups” means illegal self-defense groups and illegal security cooperatives.】

【ILLEGAL ARMED GROUPS】

【SEC. 564. (a) DENIAL OF VISAS TO SUPPORTERS OF COLOMBIAN ILLEGAL ARMED GROUPS.—Subject to subsection (b), the Secretary of State shall not issue a visa to any alien who the Secretary determines, based on credible evidence—

(1) has willfully provided any support to the Revolutionary Armed Forces of Colombia (FARC), the National Liberation Army (ELN), or the United Self-Defense Forces of Colombia (AUC), including taking actions or failing to take actions which allow, facilitate, or otherwise foster the activities of such groups; or

(2) has committed, ordered, incited, assisted, or otherwise participated in the commission of gross violations of human rights, including extra-judicial killings, in Colombia.

(b) WAIVER.—Subsection (a) shall not apply if the Secretary of State determines and certifies to the appropriate congressional committees, on a case-by-case basis, that the issuance of a visa to the alien is necessary to support the peace process in Colombia or for urgent humanitarian reasons.】

PROHIBITION ON ASSISTANCE TO THE PALESTINIAN BROADCASTING CORPORATION

SEC. 【565】 536. None of the funds appropriated or otherwise made available by this Act may be used to provide equipment, technical support, consulting services, or any other form of assistance to the Palestinian Broadcasting Corporation.

【WEST BANK AND GAZA PROGRAM】

【SEC. 566. (a) OVERSIGHT.—For fiscal year 2004, 30 days prior to the initial obligation of funds for the bilateral West Bank and Gaza Program, the Secretary of State shall certify to the appropriate committees of Congress that procedures have been established to assure the Comptroller General of the United States will have access to appropriate United States financial information in order to review the uses of United States assistance for the Program funded under the heading “Economic Support Fund” for the West Bank and Gaza.

(b) VETTING.—Prior to the obligation of funds appropriated by this Act under the heading “Economic Support Fund” for assistance for the West Bank and Gaza, the Secretary of State shall take all appro-

appropriate steps to ensure that such assistance is not provided to or through any individual or entity that the Secretary knows or has reason to believe advocates, plans, sponsors, engages in, or has engaged in, terrorist activity. The Secretary of State shall, as appropriate, establish procedures specifying the steps to be taken in carrying out this subsection.

(c) **AUDITS.**—(1) The Administrator of the United States Agency for International Development shall ensure that Federal or non-Federal audits of all contractors and grantees, and significant subcontractors and subgrantees, under the West Bank and Gaza Program, are conducted at least on an annual basis to ensure, among other things, compliance with this section.

(2) Of the funds appropriated by this Act under the heading “Economic Support Fund” that are made available for assistance for the West Bank and Gaza, up to \$1,000,000 may be used by the Office of the Inspector General of the United States Agency for International Development for audits, inspections, and other activities in furtherance of the requirements of this subsection. Such funds are in addition to funds otherwise available for such purposes.]

[CONTRIBUTIONS TO UNITED NATIONS POPULATION FUND]

[SEC. 567. (a) LIMITATIONS ON AMOUNT OF CONTRIBUTION.—Of the amounts made available under “International Organizations and Programs” and “Child Survival and Health Programs Fund” for fiscal year 2004, the amount cited in section 576 of Public Law 107–115 shall be made available for the United Nations Population Fund (hereafter in this section referred to as the “UNFPA”).

(b) **FAMILY PLANNING, MATERNAL AND REPRODUCTIVE HEALTH ACTIVITIES.**—Of the funds appropriated in Public Law 107–115 that were available for the UNFPA, including all funds that were transferred to “Child Survival and Health Programs Fund”, \$34,000,000 shall be made available for family planning, maternal and reproductive health activities in the Democratic Republic of the Congo, Ethiopia, Nigeria, Tanzania, Uganda, Haiti, Georgia, Azerbaijan, Russia, Albania, Romania, and Kazakhstan: *Provided*, That such programs and activities shall be deemed to have been justified to Congress.

(c) **TRAFFICKING INITIATIVE.**—Of the funds appropriated in Public Law 108–7 that were available for the UNFPA and that were transferred to “Child Survival and Health Programs Fund”, \$25,000,000 shall be allocated for assistance for “vulnerable children” and made available for a new initiative for assistance for young women, mothers and children who are victims of trafficking in persons: *Provided*, That such programs and activities shall be deemed to have been justified to Congress.

(d) **PROHIBITION ON USE OF FUNDS IN CHINA.**—None of the funds made available under “International Organizations and Programs” may be made available for the UNFPA for a country program in the People’s Republic of China.

(e) **CONDITIONS ON AVAILABILITY OF FUNDS.**—Amounts made available under “International Organizations and Programs” and “Child Survival and Health Programs Fund” for fiscal year 2004 for the UNFPA may not be made available to UNFPA unless—

- (1) the UNFPA maintains amounts made available to the UNFPA under this section in an account separate from other accounts of the UNFPA;
- (2) the UNFPA does not commingle amounts made available to the UNFPA under this section with other sums; and
- (3) the UNFPA does not fund abortions.]

[CENTRAL ASIA]

[SEC. 568. (a) Funds appropriated by this Act may be made available for assistance for the central Government of Uzbekistan only if the Secretary of State determines and reports to the Committees on Appropriations that the Government of Uzbekistan is making substantial and continuing progress in meeting its commitments under the “Declaration on the Strategic Partnership and Cooperation Framework Between the Republic of Uzbekistan and the United States of America”, including respect for human rights, establishing a genuine multi-party system, and ensuring free and fair elections, freedom of expression, and the independence of the media.

(b) Funds appropriated by this Act may be made available for assistance for the Government of Kazakhstan only if the Secretary of State determines and reports to the Committees on Appropriations that the Government of Kazakhstan has made significant improvements in the protection of human rights during the preceding 6 month period.

(c) The Secretary of State may waive the requirements under subsection (b) if he determines and reports to the Committees on Approp-

riations that such a waiver is in the national security interests of the United States.

(d) Not later than October 1, 2004, the Secretary of State shall submit a report to the Committees on Appropriations and the Committee on Foreign Relations of the Senate and the Committee on International Relations of the House of Representatives describing the following:

(1) The defense articles, defense services, and financial assistance provided by the United States to the countries of Central Asia during the 6-month period ending 30 days prior to submission of such report.

(2) The use during such period of defense articles, defense services, and financial assistance provided by the United States by units of the armed forces, border guards, or other security forces of such countries.

(e) For purposes of this section, the term “countries of Central Asia” means Uzbekistan, Kazakhstan, Kyrgyz Republic, Tajikistan, and Turkmenistan.]

[DISCRIMINATION AGAINST MINORITY RELIGIOUS FAITHS IN THE RUSSIAN FEDERATION]

[SEC. 569. None of the funds appropriated under this Act may be made available for the Government of the Russian Federation, after 180 days from the date of the enactment of this Act, unless the President determines and certifies in writing to the Committees on Appropriations that the Government of the Russian Federation has implemented no statute, executive order, regulation or similar government action that would discriminate, or who have as its principal effect discrimination, against religious groups or religious communities in the Russian Federation in violation of accepted international agreements on human rights and religious freedoms to which the Russian Federation is a party.]

[WAR CRIMINALS]

[SEC. 570. (a)(1) None of the funds appropriated or otherwise made available pursuant to this Act may be made available for assistance, and the Secretary of the Treasury shall instruct the United States executive directors to the international financial institutions to vote against any new project involving the extension by such institutions of any financial or technical assistance, to any country, entity, or municipality whose competent authorities have failed, as determined by the Secretary of State, to take necessary and significant steps to implement its international legal obligations to apprehend and transfer to the International Criminal Tribunal for the former Yugoslavia (the “Tribunal”) all persons in their territory who have been indicted by the Tribunal and to otherwise cooperate with the Tribunal.

(2) The provisions of this subsection shall not apply to humanitarian assistance or assistance for democratization.

(b) The provisions of subsection (a) shall apply unless the Secretary of State determines and reports to the appropriate congressional committees that the competent authorities of such country, entity, or municipality are—

(1) cooperating with the Tribunal, including access for investigators to archives and witnesses, the provision of documents, and the surrender and transfer of indictees or assistance in their apprehension; and

(2) are acting consistently with the Dayton Accords.

(c) Not less than 10 days before any vote in an international financial institution regarding the extension of any new project involving financial or technical assistance or grants to any country or entity described in subsection (a), the Secretary of the Treasury, in consultation with the Secretary of State, shall provide to the Committees on Appropriations a written justification for the proposed assistance, including an explanation of the United States position regarding any such vote, as well as a description of the location of the proposed assistance by municipality, its purpose, and its intended beneficiaries.

(d) In carrying out this section, the Secretary of State, the Administrator of the United States Agency for International Development, and the Secretary of the Treasury shall consult with representatives of human rights organizations and all government agencies with relevant information to help prevent indicted war criminals from benefiting from any financial or technical assistance or grants provided to any country or entity described in subsection (a).

(e) The Secretary of State may waive the application of subsection (a) with respect to projects within a country, entity, or municipality upon a written determination to the Committees on Appropriations that such assistance directly supports the implementation of the Dayton Accords.

COMPENSATION FOR UNITED STATES EXECUTIVE DIRECTORS TO
INTERNATIONAL FINANCIAL INSTITUTIONS—Continued

【WAR CRIMINALS】—Continued

(f) DEFINITIONS.—As used in this section—

(1) COUNTRY.—The term “country” means Bosnia and Herzegovina, Croatia and Serbia.

(2) ENTITY.—The term “entity” refers to the Federation of Bosnia and Herzegovina, Kosovo, Montenegro and the Republika Srpska.

(3) MUNICIPALITY.—The term “municipality” means a city, town or other subdivision within a country or entity as defined herein.

(4) DAYTON ACCORDS.—The term “Dayton Accords” means the General Framework Agreement for Peace in Bosnia and Herzegovina, together with annexes relating thereto, done at Dayton, November 10 through 16, 1995.】

【USER FEES】

【SEC. 571. The Secretary of the Treasury shall instruct the United States Executive Director at each international financial institution (as defined in section 1701(c)(2) of the International Financial Institutions Act) and the International Monetary Fund to oppose any loan, grant, strategy or policy of these institutions that would require user fees or service charges on poor people for primary education or primary healthcare, including prevention and treatment efforts for HIV/AIDS, malaria, tuberculosis, and infant, child, and maternal well-being, in connection with the institutions’ financing programs.】

【FUNDING FOR SERBIA】

【SEC. 572. (a) Funds appropriated by this Act may be made available for assistance for Serbia after March 31, 2004, if the President has made the determination and certification contained in subsection (c).

(b) After March 31, 2004, the Secretary of the Treasury should instruct the United States executive directors to the international financial institutions to support loans and assistance to the Government of the Federal Republic of Yugoslavia (or a government of a successor state) subject to the conditions in subsection (c): *Provided*, That section 576 of the Foreign Operations, Export Financing, and Related Programs Appropriations Act, 1997, as amended, shall not apply to the provision of loans and assistance to the Federal Republic of Yugoslavia (or a successor state) through international financial institutions.

(c) The determination and certification referred to in subsection (a) is a determination by the President and a certification to the Committees on Appropriations that the Government of the Federal Republic of Yugoslavia (or a government of a successor state) is—

(1) cooperating with the International Criminal Tribunal for the former Yugoslavia including access for investigators, the provision of documents, and the surrender and transfer of indictees or assistance in their apprehension, including making all practicable efforts to apprehend and transfer Ratko Mladic;

(2) taking steps that are consistent with the Dayton Accords to end Serbian financial, political, security and other support which has served to maintain separate Republika Srpska institutions; and

(3) taking steps to implement policies which reflect a respect for minority rights and the rule of law, including the release of political prisoners from Serbian jails and prisons.

(d) This section shall not apply to Montenegro, Kosovo, humanitarian assistance or assistance to promote democracy in municipalities.】

COMMUNITY-BASED POLICE ASSISTANCE

SEC. 【573】 537. (a) AUTHORITY.—Funds made available by this Act to carry out the provisions of chapter 1 of part I and chapter 4 of part II of the Foreign Assistance Act of 1961, may be used, notwithstanding section 660 of that Act, to enhance the effectiveness and accountability of civilian police authority in Jamaica and El Salvador through training and technical assistance in human rights, the rule of law, strategic planning, and through assistance to foster civilian police roles that support democratic governance including assistance for programs to prevent conflict and foster improved police relations with the communities they serve.

(b) NOTIFICATION.—Assistance provided under subsection (a) shall be subject to the regular notification procedures of the Committees on Appropriations.

SPECIAL DEBT RELIEF FOR THE POOREST

SEC. 【574】 538. (a) AUTHORITY TO REDUCE DEBT.—The President may reduce amounts owed to the United States (or any agency of the United States) by an eligible country as a result of—

(1) guarantees issued under sections 221 and 222 of the Foreign Assistance Act of 1961;

(2) credits extended or guarantees issued under the Arms Export Control Act; or

(3) any obligation or portion of such obligation, to pay for purchases of United States agricultural commodities guaranteed by the Commodity Credit Corporation under export credit guarantee programs authorized pursuant to section 5(f) of the Commodity Credit Corporation Charter Act of June 29, 1948, as amended, section 4(b) of the Food for Peace Act of 1966, as amended (Public Law 89-808), or section 202 of the Agricultural Trade Act of 1978, as amended (Public Law 95-501).

(b) LIMITATIONS.—

(1) The authority provided by subsection (a) may be exercised only to implement multilateral official debt relief and referendum agreements, commonly referred to as “Paris Club Agreed Minutes”.

(2) The authority provided by subsection (a) may be exercised only in such amounts or to such extent as is provided in advance by appropriations Acts.

(3) The authority provided by subsection (a) may be exercised only with respect to countries with heavy debt burdens that are eligible to borrow from the International Development Association, but not from the International Bank for Reconstruction and Development, commonly referred to as “IDA-only” countries.

(c) CONDITIONS.—The authority provided by subsection (a) may be exercised only with respect to a country whose government—

(1) does not have an excessive level of military expenditures;

(2) has not repeatedly provided support for acts of international terrorism;

(3) is not failing to cooperate on international narcotics control matters;

(4) (including its military or other security forces) does not engage in a consistent pattern of gross violations of internationally recognized human rights; and

(5) is not ineligible for assistance because of the application of section 527 of the Foreign Relations Authorization Act, Fiscal Years 1994 and 1995.

(d) AVAILABILITY OF FUNDS.—The authority provided by subsection (a) may be used only with regard to the funds appropriated by this Act under the heading “Debt Restructuring”.

(e) CERTAIN PROHIBITIONS INAPPLICABLE.—A reduction of debt pursuant to subsection (a) shall not be considered assistance for the purposes of any provision of law limiting assistance to a country. The authority provided by subsection (a) may be exercised notwithstanding section 620(r) of the Foreign Assistance Act of 1961 or section 321 of the International Development and Food Assistance Act of 1975.

AUTHORITY TO ENGAGE IN DEBT BUYBACKS OR SALES

SEC. 【575】 539. (a) LOANS ELIGIBLE FOR SALE, REDUCTION, OR CANCELLATION.—

(1) AUTHORITY TO SELL, REDUCE, OR CANCEL CERTAIN LOANS.—Notwithstanding any other provision of law, the President may, in accordance with this section, sell to any eligible purchaser any concessional loan or portion thereof made before January 1, 1995, pursuant to the Foreign Assistance Act of 1961, to the government of any eligible country as defined in section 702(6) of that Act or on receipt of payment from an eligible purchaser, reduce or cancel such loan or portion thereof, only for the purpose of facilitating—

(A) debt-for-equity swaps, debt-for-development swaps, or debt-for-nature swaps; or

(B) a debt buyback by an eligible country of its own qualified debt, only if the eligible country uses an additional amount of the local currency of the eligible country, equal to not less than 40 percent of the price paid for such debt by such eligible country, or the difference between the price paid for such debt and the face value of such debt, to support activities that link conservation and sustainable use of natural resources with local community development, and child survival and other child development, in a manner consistent with sections 707 through 710 of the Foreign Assistance Act of 1961, if the sale, reduction, or cancellation would not contravene any term or condition of any prior agreement relating to such loan.

(2) **TERMS AND CONDITIONS.**—Notwithstanding any other provision of law, the President shall, in accordance with this section, establish the terms and conditions under which loans may be sold, reduced, or canceled pursuant to this section.

(3) **ADMINISTRATION.**—The Facility, as defined in section 702(8) of the Foreign Assistance Act of 1961, shall notify the administrator of the agency primarily responsible for administering part I of the Foreign Assistance Act of 1961 of purchasers that the President has determined to be eligible, and shall direct such agency to carry out the sale, reduction, or cancellation of a loan pursuant to this section. Such agency shall make adjustment in its accounts to reflect the sale, reduction, or cancellation.

(4) **LIMITATION.**—The authorities of this subsection shall be available only to the extent that appropriations for the cost of the modification, as defined in section 502 of the Congressional Budget Act of 1974, are made in advance.

(b) **DEPOSIT OF PROCEEDS.**—The proceeds from the sale, reduction, or cancellation of any loan sold, reduced, or canceled pursuant to this section shall be deposited in the United States Government account or accounts established for the repayment of such loan.

(c) **ELIGIBLE PURCHASERS.**—A loan may be sold pursuant to subsection (a)(1)(A) only to a purchaser who presents plans satisfactory to the President for using the loan for the purpose of engaging in debt-for-equity swaps, debt-for-development swaps, or debt-for-nature swaps.

(d) **DEBTOR CONSULTATIONS.**—Before the sale to any eligible purchaser, or any reduction or cancellation pursuant to this section, of any loan made to an eligible country, the President should consult with the country concerning the amount of loans to be sold, reduced, or canceled and their uses for debt-for-equity swaps, debt-for-development swaps, or debt-for-nature swaps.

(e) **AVAILABILITY OF FUNDS.**—The authority provided by subsection (a) may be used only with regard to funds appropriated by this Act under the heading “Debt Restructuring”.

【DISASTER SURGE CAPACITY】

【SEC. 576. Funds appropriated by this Act to carry out part I of the Foreign Assistance Act of 1961 may be used, in addition to funds otherwise available for such purposes, for the cost (including the support costs) of individuals detailed to or employed by the United States Agency for International Development whose primary responsibility is to carry out programs to address natural or man-made disasters or programs under the heading “Transition Initiatives”.】

【IFAD AUTHORIZATION】

【SEC. 577. The Secretary of the Treasury may, to fulfill commitments of the United States, contribute on behalf of the United States to the sixth replenishment of the resources of the International Fund for Agricultural Development. The following amount is authorized to be appropriated without fiscal year limitation for payment by the Secretary of the Treasury: \$45,000,000 for the International Fund for Agricultural Development.】

【PHILIPPINE EDUCATION AND HEALTH INFRASTRUCTURE】

【SEC. 578. Of the funds appropriated under “Economic Support Fund” for the Philippines in Public Law 108–11, the Emergency War-time Supplemental Appropriations Act, 2003, \$600,000 shall be available only for upgrading education and health infrastructure in the Sulu Archipelago.】

【BASIC EDUCATION】

【SEC. 579. Of the funds appropriated by title II of this Act, not less than \$326,500,000 shall be made available for basic education: *Provided*, That the Secretary of State, in consultation with the Administrator of the United States Agency for International Development (USAID), shall submit a report not later than 120 days after enactment of this Act articulating a strategy for the use of basic education funds in Africa, East Asia and the Pacific, the Near East, South Asia, and the Western Hemisphere (excluding the United States) to include—

(1) country strategies and brief project descriptions of the uses and proposed uses of all United States Government resources for basic education overseas;

(2) a detailed description of the administrative structure currently in place to manage strategic coordination undertaken among the State Department, USAID and other agencies involved in international basic education activities; and

(3) a description of actions being taken to expand the administrative capacity of both USAID and the State Department to deliver effective expanded basic education programs.】

【PARTICIPATION IN THE THIRTEENTH REPLENISHMENT OF THE RESOURCES OF THE INTERNATIONAL DEVELOPMENT ASSOCIATION】

【SEC. 580. The International Development Association Act (22 U.S.C. 284–284s) is amended by adding at the end the following:

“SEC. 22. THIRTEENTH REPLENISHMENT.

“(a) **CONTRIBUTION AUTHORITY.**—

“(1) **IN GENERAL.**—The United States Governor of the Association may contribute on behalf of the United States an amount equal to the amount appropriated under subsection (b), pursuant to the resolution of the Association entitled ‘Additions to IDA Resources: Thirteenth Replenishment’.

“(2) **SUBJECT TO APPROPRIATIONS.**—Any commitment to make the contribution authorized by paragraph (1) shall be effective only to such extent or in such amounts as are provided in advance in appropriations Acts.

“(b) **LIMITATIONS ON AUTHORIZATION OF APPROPRIATIONS.**—For the contribution authorized by subsection (a), there are authorized to be appropriated such sums as may be necessary for payment by the Secretary of the Treasury, without fiscal year limitation.”.】

【ADMINISTRATIVE PROVISIONS RELATED TO MULTILATERAL DEVELOPMENT INSTITUTIONS】

【SEC. 581. Title XV of the International Financial Institutions Act (22 U.S.C. 2620–2620–2) is amended by adding at the end the following:

“SEC. 1504. ADMINISTRATIVE PROVISIONS.

“(a) **ACHIEVEMENT OF CERTAIN POLICY GOALS.**—The Secretary of Treasury should instruct the United States Executive Director at each multilateral development institution to inform the institution of the following United States policy goals, and use the voice and vote of the United States to achieve the goals at the institution before June 30, 2005:

“(1) No later than 60 calendar days after the Board of Directors of the institution approves the minutes of a Board meeting, the institution shall post on its website an electronic version of the minutes, with material deemed too sensitive for public distribution redacted.

“(2) The institution shall keep a written transcript or electronic recording of each meeting of its Board of Directors and preserve the transcript or recording for at least 10 years after the meeting.

“(3) All public sector loan, credit and grant documents, country assistance strategies, sector strategies, and sector policies prepared by the institution and presented for endorsement or approval by its Board of Directors, with materials deemed too sensitive for public distribution redacted or withheld, shall be made available to the public 15 calendar days before consideration by the Board or, if not then available, when the documents are distributed to the Board. Such documents shall include the resources and conditionality necessary to ensure that the borrower complies with applicable laws in carrying out the terms and conditions of such documents, strategies, or policies, including laws pertaining to the integrity and transparency of the process such as public consultation, and to public health and safety and environmental protection.

“(4) The institution shall post on its website an annual report containing statistical summaries and case studies of the fraud and corruption cases pursued by its investigations unit.

“(5) The institution shall require that any health, education, or poverty-focused loan, credit, grant, document, policy, or strategy prepared by the institution includes specific outcome and output indicators to measure results, and that the indicators and results be published periodically during the execution, and at the completion, of the project or program.

“(6) The institution shall establish a plan and schedule for conducting regular, independent audits of internal management controls and procedures for meeting operational objectives, complying with Bank policies, and preventing fraud, and making reports describing the scope and findings of such audits available to the public.

“(7) The institution shall establish effective procedures for the receipt, retention, and treatment of (A) complaints received by the Bank regarding fraud, accounting, mismanagement, internal accounting controls, or auditing matters; and (B) the confidential, anonymous submission by employees of the Bank of concerns re-

“SEC. 1504. ADMINISTRATIVE PROVISIONS.—Continued

garding fraud, accounting, mismanagement, internal accounting controls, or auditing matters.

“(b) Not later than September 1, 2004 and six months thereafter, the Secretary of the Treasury shall submit a report to the appropriate congressional committees describing the actions taken by each multilateral development institution to implement the policy goals described in subsection (a), and any further actions that need to be taken to fully implement such goals.

“(c) PUBLICATION OF WRITTEN STATEMENTS REGARDING INSPECTION MECHANISM CASES.—No later than 60 calendar days after a meeting of the Board of Directors of a multilateral development institution, the Secretary of the Treasury should provide for publication on the website of the Department of the Treasury of any written statement presented at the meeting by the United States Executive Director at the institution concerning—

“(1) a project on which a claim has been made to the inspection mechanism of the institution; or

“(2) a pending inspection mechanism case.

“(d) CONGRESSIONAL BRIEFINGS.—The Secretary of the Treasury or the designee of the Secretary should brief the appropriate congressional committees, when requested, on the steps that have been taken by the United States Executive Director at any multilateral development institution, and by any such institution, to implement the measures described in this section.

“(e) PUBLICATION OF ‘NO’ VOTES AND ABSTENTIONS BY THE UNITED STATES.—Each month, the Secretary of the Treasury should provide for posting on the website of the Department of the Treasury of a record of all ‘no’ votes and abstentions made by the United States Executive Director at any multilateral development institution on any matter before the Board of Directors of the institution.

“(f) MULTILATERAL DEVELOPMENT INSTITUTION DEFINED.—In this section, the term ‘multilateral development institution’ shall have the meaning given in section 1701(c)(3).”

[PARTICIPATION IN THE SEVENTH REPLENISHMENT OF THE
RESOURCES OF THE ASIAN DEVELOPMENT FUND]

[SEC. 582. The Asian Development Bank Act (22 U.S.C. 285–285aa) is amended by adding at the end the following:

“SEC. 31. ADDITIONAL CONTRIBUTION TO SPECIAL FUNDS.

“(a) CONTRIBUTION AUTHORITY.—

“(1) IN GENERAL.—The United States Governor of the Bank may contribute on behalf of the United States an amount equal to the amount appropriated under subsection (b), pursuant to the resolution of the Bank entitled ‘Seventh Replenishment of the Asian Development Fund’.

“(2) SUBJECT TO APPROPRIATIONS.—Any commitment to make the contribution authorized by paragraph (1) shall be effective only to such extent or in such amounts as are provided in advance in appropriations Acts.

“(b) LIMITATIONS ON AUTHORIZATION OF APPROPRIATIONS.—For the contribution authorized by subsection (a), there are authorized to be appropriated such sums as may be necessary for payment by the Secretary of the Treasury, without fiscal year limitation.”

[PARTICIPATION IN THE NINTH REPLENISHMENT OF THE RESOURCES
OF THE AFRICAN DEVELOPMENT FUND]

[SEC. 583. The African Development Fund Act (22 U.S.C. 290g–290g–15) is amended by adding at the end the following:

“SEC. 217. NINTH REPLENISHMENT.

“(a) CONTRIBUTION AUTHORITY.—

“(1) IN GENERAL.—The United States Governor of the Fund may contribute on behalf of the United States an amount equal to the amount appropriated under subsection (b), pursuant to the resolution of the Fund entitled ‘The Ninth General Replenishment of Resources of the African Development Fund’.

“(2) SUBJECT TO APPROPRIATIONS.—Any commitment to make the contribution authorized by paragraph (1) shall be effective only to such extent or in such amounts as are provided in advance in appropriations Acts.

“(b) LIMITATIONS ON AUTHORIZATION OF APPROPRIATIONS.—For the contribution authorized by subsection (a), there are authorized to be appropriated such sums as may be necessary for payment by the Secretary of the Treasury, without fiscal year limitation.”

[OVERSEAS PRIVATE INVESTMENT CORPORATION AND EXPORT-IMPORT
BANK RESTRICTIONS]

[SEC. 584. (a) LIMITATION ON USE OF FUNDS BY OPIC.—None of the funds made available in this Act may be used by the Overseas Private Investment Corporation to insure, reinsure, guarantee, or finance any investment in connection with a project involving the mining, polishing or other processing, or sale of diamonds in a country that fails to meet the requirements of subsection (c).

(b) LIMITATION ON USE OF FUNDS BY THE EXPORT-IMPORT BANK.—None of the funds made available in this Act may be used by the Export-Import Bank of the United States to guarantee, insure, extend credit, or participate in an extension of credit in connection with the export of any goods to a country for use in an enterprise involving the mining, polishing or other processing, or sale of diamonds in a country that fails to meet the requirements of subsection (c).

(c) REQUIREMENTS.—The requirements referred to in subsections (a) and (b) are that the country concerned is implementing the recommendations, obligations and requirements developed by the Kimberley Process on conflict diamonds.]

[RECONCILIATION PROGRAMS]

[SEC. 585. Of the funds appropriated under the headings “Economic Support Fund”, not less than \$8,000,000 shall be made available to support reconciliation programs and activities which bring together individuals of different ethnic, religious, and political backgrounds from areas of civil conflict and war.]

[NICARAGUA]

[SEC. 586. Of the funds appropriated under the headings “Development Assistance” and “Child Survival and Health Programs Fund”, not less than \$35,000,000 shall be made available for assistance for Nicaragua.]

[DISABILITY ACCESS]

[SEC. 587. The Administrator of the United States Agency for International Development (“USAID”) shall seek to ensure that programs, projects, and activities administered by USAID in Afghanistan comply fully with USAID’s “Policy Paper: Disability” issued on September 12, 1997: *Provided*, That the Administrator shall submit a report to the Committees on Appropriations not later than December 31, 2004, describing the manner in which the needs of people with disabilities were met in the development and implementation of USAID programs, projects, and activities in Afghanistan in fiscal year 2004: *Provided further*, That the Administrator, not later than 180 days after enactment of this Act and in consultation, as appropriate, with other appropriate departments and agencies, the Architectural and Transportation Barriers Compliance Board, and non-governmental organizations with expertise in the needs of people with disabilities, shall develop and implement appropriate standards for access for people with disabilities for construction projects funded by USAID.]

[TRADE CAPACITY BUILDING]

[SEC. 588. Of the funds appropriated by this Act, under the headings “Trade and Development Agency”, “Development Assistance”, “Transition Initiatives”, “Economic Support Fund”, “International Affairs Technical Assistance”, and “International Organizations and Programs”, not less than \$503,000,000 should be made available for trade capacity building assistance.]

[WAR CRIMES IN AFRICA]

[SEC. 589. (a) The Congress recognizes the important contribution that the democratically elected Government of Nigeria has played in fostering stability in West Africa, including reaching an agreement with the Government of Liberia to provide relief and promote reconciliation in that nation. The Congress also recognizes the important contributions of other African nations and supports continued assistance aimed at resolving the conflicts that have destabilized West Africa and the Great Lakes region.

(b) The Congress reaffirms its support for the efforts of the International Criminal Tribunal for Rwanda (ICTR) and the Special Court for Sierra Leone (SCSL) to bring to justice individuals responsible for war crimes and crimes against humanity in a timely manner.

(c) Funds appropriated by this Act, including funds for debt restructuring, may be made available for assistance to the central government of a country in which individuals indicted by ICTR and SCSL are credibly alleged to be living, if the Secretary of State determines and reports to the Committees on Appropriations that such govern-

ment is cooperating with ICTR and SCSL, including the surrender and transfer of indictees in a timely manner: *Provided*, That this subsection shall not apply to assistance provided under section 551 of the Foreign Assistance Act of 1961 or to project assistance under title II of this Act: *Provided further*, That the United States shall use its voice and vote in the United Nations Security Council to fully support efforts by ICTR and SCSL to bring to justice individuals indicted by such tribunals in a timely manner.

(d) The prohibition in subsection (c) may be waived on a country by country basis if the President determines that doing so is in the national security interest of the United States: *Provided*, That prior to exercising such waiver authority, the President shall report to the Committees on Appropriations, in classified form if necessary, on (1) the steps being taken to obtain the cooperation of the government in surrendering the indictee in question to SCSL or ICTR; (2) a strategy for bringing the indictee before ICTR or SCSL; and (3) the justification for exercising the waiver authority.

(e) Of the funds made available under the heading “Economic Support Fund” in Public Law 108–7, not less than \$5,000,000 shall be made available during fiscal year 2004 for a contribution to the Special Court of Sierra Leone: *Provided*, That funds made available under the previous proviso shall be disbursed no later than 30 days after enactment of this Act.]

【REPORT ON ADMISSION OF REFUGEES】

【SEC. 590. (a) The Secretary of State shall utilize private voluntary organizations with expertise in the protection needs of refugees in the processing of refugees overseas for admission and resettlement to the United States, and shall utilize such agencies in addition to the United Nations High Commissioner for Refugees in the identification and referral of refugees.

(b) The Secretary of State should establish a system for accepting referrals of appropriate candidates for resettlement from local private, voluntary organizations and work to ensure that particularly vulnerable refugee groups receive special consideration for admission into the United States, including—

- (1) long-stayers in countries of first asylum;
- (2) unaccompanied refugee minors;
- (3) refugees outside traditional camp settings; and
- (4) refugees in woman-headed households.

(c) The Secretary of State shall give special consideration to—

- (1) refugees of all nationalities who have close family ties to citizens and residents of the United States; and
- (2) other groups of refugees who are of special concern to the United States.

(d) Not later than 120 days after the date of enactment of this Act, the Secretary of State shall submit a report to the Committees on Appropriations describing the steps that have been taken to implement this section.]

【POST DIFFERENTIALS AND DANGER PAY ALLOWANCES】

【SEC. 591. (a) Section 5925(a) of title 5, United States Code, is amended in the third sentence by inserting after “25 percent of the rate of basic pay” the following: “or, in the case of an employee of the United States Agency for International Development, 35 percent of the rate of basic pay”.

(b) Section 5928 of title 5, United States Code, is amended by inserting after “25 percent of the basic pay of the employee” both places it appears the following: “or 35 percent of the basic pay of the employee in the case of an employee of the United States Agency for International Development”.

(c) Except for employees of the United States Agency for International Development stationed in Iraq and Afghanistan, the amendments made by subsections (a) and (b) shall not take effect until the same authority is enacted for employees of the Department of State.]

【REPORT ON AZERBAIJAN】

【SEC. 592. Not later than 90 days after the date of the enactment of this Act, the Secretary of State, in consultation with the Attorney General, shall submit a report to the Committee on Foreign Relations and the Committee on Appropriations of the Senate and the Committee on International Relations and the Committee on Appropriations of the House of Representatives on the investigation of the murder of United States democracy worker John Alvis. Such report shall include—

- (1) a description of the steps taken by the Government of Azerbaijan to further such investigation and bring to justice those responsible for the murder of John Alvis;

- (2) a description of the actions of the Government of Azerbaijan to cooperate with United States agencies involved in such investigation; and

- (3) any recommendations of the Secretary for furthering progress of such investigation.]

【DESIGNATION OF THE GLOBAL FUND TO FIGHT AIDS, TUBERCULOSIS AND MALARIA UNDER THE INTERNATIONAL ORGANIZATIONS IMMUNITIES ACT】

【SEC. 593. The International Organizations Immunities Act (22 U.S.C. 288 et seq.) is amended by adding at the end the following new section:

“SEC. 16. The provisions of this title may be extended to the Global Fund to Fight AIDS, Tuberculosis and Malaria in the same manner, to the same extent, and subject to the same conditions, as they may be extended to a public international organization in which the United States participates pursuant to any treaty or under the authority of any Act of Congress authorizing such participation or making an appropriation for such participation.”.]

【CODE OF CONDUCT】

【SEC. 594. (a) None of the funds made available by title II under the heading “MIGRATION AND REFUGEE ASSISTANCE” or “TRANSITION INITIATIVES” to provide assistance to refugees or internally displaced persons may be provided to an organization that has failed to adopt a code of conduct consistent with the Inter-Agency Standing Committee Task Force on Protection From Sexual Exploitation and Abuse in Humanitarian Crises six core principles for the protection of beneficiaries of humanitarian assistance.

(b) In administering the amounts made available for the accounts described in subsection (a), the Secretary of State and Administrator of the United States Agency for International Development shall incorporate specific policies and programs for the purpose of identifying specific needs of, and particular threats to, women and children at the various stages of humanitarian emergencies, especially at the onset of such emergency.

(c) Not later than 90 days after the date of enactment of this Act, the Secretary of State shall submit to the Committee on Foreign Relations of the Senate, the Committee on International Relations of the House of Representatives and the Committees on Appropriations a report on activities of the Government of the United States to protect women and children affected by humanitarian emergencies. The report shall include—

- (1) an assessment of the specific protection needs of women and children at the various stages of humanitarian emergencies;
- (2) a description of which agencies and offices of the United States Government are responsible for addressing each aspect of such needs and threats; and
- (3) guidelines and recommendations for improving United States and international systems for the protection of women and children during humanitarian emergencies.]

【ASSISTANCE FOR HIV/AIDS】

【SEC. 595. The United States Leadership Against HIV/AIDS, Tuberculosis, and Malaria Act of 2003 (117 Stat. 711; 22 U.S.C. 7601 et seq.) is amended—

(1) in section 202(d)(4)(A), by adding at the end the following new clause:

“(vi) for the purposes of clause (i), ‘funds contributed to the Global Fund from all sources’ means funds contributed to the Global Fund at any time during fiscal years 2004 through 2008 that are not contributed to fulfill a commitment made for a fiscal year prior to fiscal year 2004.”;

(2) in section 202(d)(4)(B), by adding at the end the following new clause:

“(iv) Notwithstanding clause (i), after July 31 of each of the fiscal years 2004 through 2008, any amount made available under this subsection that is withheld by reason of subparagraph (A)(i) is authorized to be made available to carry out sections 104A, 104B, and 104C of the Foreign Assistance Act of 1961 (as added by title III of this Act).”; and

(3) in section 301(f), by inserting “, except that this subsection shall not apply to the Global Fund to Fight AIDS, Tuberculosis and Malaria, the World Health Organization, the International AIDS Vaccine Initiative or to any United Nations agency” after “trafficking”.]

“SEC. 217. NINTH REPLENISHMENT.—Continued**【POST DIFFERENTIALS AND DANGER PAY ALLOWANCES】—Continued****【TECHNICAL CORRECTION RELATING TO THE ENHANCED HIPC INITIATIVE】**

【SEC. 596. Section 1625(a)(1)(B)(ii) of the International Financial Institutions Act (as added by section 501 of the United States Leadership Against HIV/AIDS, Tuberculosis, and Malaria Act of 2003 (Public Law 108–25)) is amended by striking “subparagraph (A)” and inserting “clause (i)”.】

【INDONESIA】

【SEC. 597. (a) Funds appropriated by this Act under the heading “Foreign Military Financing Program” may be made available for assistance for Indonesia, and licenses may be issued for the export of lethal defense articles for the Indonesian Armed Forces, only if the President certifies to the appropriate congressional committees that—

(1) the Indonesia Minister of Defense is suspending from the Armed Forces those members, of whatever rank, who have been credibly alleged to have committed gross violations of human rights, or to have aided or abetted militia groups;

(2) the Indonesian Government is prosecuting those members of the Indonesian Armed Forces, of whatever rank, who have been credibly alleged to have committed gross violations of human rights, or to have aided or abetted militia groups, and is punishing those members of the Indonesian Armed Forces found to have committed such violations of human rights or to have aided or abetted militia groups;

(3) the Indonesian Armed Forces are cooperating with civilian prosecutors and judicial authorities in Indonesia and with the joint United Nations-East Timor Serious Crimes Unit (SCU) in such cases (including extraditing those indicted by the SCU to East Timor and providing access to witnesses, relevant military documents, and other requested information); and

(4) the Minister of Defense is making publicly available audits of receipts and expenditures of the Indonesian Armed Forces.

(b) Congress notes that the Indonesian Government and Armed Forces have pledged to cooperate with the Federal Bureau of Investigation with respect to its investigation into the August 31, 2002, murders of two American citizens and one Indonesian citizen in Timika, Indonesia. Therefore, funds appropriated under the heading “INTERNATIONAL MILITARY EDUCATION AND TRAINING” may be made available for Indonesia if the Secretary of State determines and reports to the appropriate congressional committees that the Indonesian Government and Armed Forces are cooperating with the Federal Bureau of Investigation’s investigation: *Provided*, That this restriction shall not apply to expanded international military education and training, which may include English language training.】

【RELIGIOUS FREEDOM REPORT】

【SEC. 598. The assessment and description of violations of religious freedom contained in the report required by section 102(b)(1)(B) of the International Religious Freedom Act of 1998 (22 U.S.C. 6412 (b)(1)(B)) shall include a description of persecution targeted at specific religions, including acts of anti-Semitism, by individuals or organizations designated as terrorist organizations by the Secretary of State under section 219 of the Immigration and Nationality Act, as amended.】

【DELIVERY OF ASSISTANCE BY AIR】

【SEC. 599A. The Secretary of State and the Administrator of the United States Agency for International Development shall seek to ensure that, where appropriate, dedicated air service is provided for transportation to areas where scheduled air service is not adequate to meet assistance requirements on a timely basis: *Provided*, That to the maximum extent practicable and in a manner consistent with the use of full and open competition (as that term is defined in section 4(6) of the Office of Federal Procurement Policy Act (41 U.S.C. 403(6)), contracts for such dedicated air service shall be entered into with United States air carriers.】

【MODIFICATION ON REPORTING REQUIREMENTS】

【SEC. 599B. (a) Section 3204(f) of the Emergency Supplemental Act, 2000 (Public Law 106–246) is amended—

(1) in the heading, by striking “BIMONTHLY” and inserting “QUARTERLY”;

(2) by striking “60” and inserting “90”; and

(3) by striking “Congress” and inserting “the appropriate congressional committees”;

(b) The report required by sections 3204(e) of the Emergency Supplemental Act, 2000 (Public Law 106–246) is amended by striking “Congress” and inserting “the appropriate congressional committees”;

(c) Subsection (a) of section 803 of the Foreign Operations, Export Financing, and Related Programs Appropriations Act, 2001, Appendix A of Public Law 106–429 (as enacted by section 101(a) of such Public Law) is hereby repealed.】

【CPA DETAILEES】

【SEC. 599C. The Office of Personnel Management shall provide the House and Senate Committees on Appropriations a report of the number of Federal employees detailed from each executive agency to the Coalition Provisional Authority in Iraq on the date of enactment of this Act: *Provided*, That the report shall identify by agency the number of non-reimbursable and reimbursable detailees and shall be submitted to the House and Senate Committees on Appropriations by February 1, 2004: *Provided further*, That the report shall be updated and submitted on a quarterly basis until May, 2005.】 (*Division D, H.R. 2673, Consolidated Appropriations Bill, FY 2004.*)

Note: Section 167, Division H, H.R. 2673, Consolidated Appropriations Bill, FY 2004, appropriates additional amounts for 2004. The language is presented with the government-wide general provisions.

【GENERAL PROVISIONS, THIS CHAPTER】

【SEC. 2201. None of the funds appropriated by this Act or any unexpended funds provided in Public Law 108–11 may be used to repay, in whole or in part, principal or interest on any loan or guarantee agreement entered into by the Government of Iraq with any private or public sector entity including with the government of any country (including any agency of such government or any entity owned in whole or in part by the government of such country) or with any international financial institution, prior to May 1, 2003: *Provided*, That for the purpose of this section, the term “international financial institution” shall mean those institutions contained in section 530(b) of division E of Public Law 108–7.】

【SEC. 2202 (a) Notwithstanding any other provision of law, none of the funds appropriated by this Act under the heading “Iraq Relief and Reconstruction Fund” and under the same heading in Public Law 108–11 may be used for entering into any Federal contract (including follow-on contract) using other than full and open competition, except in accordance with the Federal Property and Administrative Procedures Act (41 U.S.C. 251 et seq.), and any exception, if deemed necessary, shall be only upon the written approval of the Administrator of the Coalition Provisional Authority and the head of the executive agency of the United States awarding and managing such contract and such authority shall not be delegated.

(b) In any case in which procedures other than full and open competitive procedures are to be used to enter into a contract, the Administrator of the Coalition Provisional Authority or the head of such executive agency of the United States shall submit not later than 7 calendar days before the award of the contract a notification to the Committees on Appropriations, and the Committees on Government Reform and International Relations of the House of Representatives, and the Committees on Governmental Affairs and Foreign Relations of the Senate. Such notification shall provide the justification for use of other than full and open competitive procedures, a brief description of the contract’s scope, the amount of the contract, a discussion of how the contracting agency identified and solicited offers from contractors, a list of the contractors solicited, and the justification and approval documents (as required under section 303(f)(1) of the Federal Property and Administrative Services Act of 1949 (41 U.S.C. 253(f)(1)) on which was based the determination of use of procedures other than full and open competitive procedures.

(c)(1) This section shall not apply to contracts of less than \$5,000,000.

(2) This section also shall apply to any extension, amendment or modification of contracts entered into prior to the enactment of this Act using other than full and open competitive procedures using Iraq Relief and Reconstruction Funds in this Act and under Public Law 108–11 or funds made available in prior Foreign Operations, Export Financing and Related Programs Appropriations Acts.

(3) This section shall not apply to contracts authorized by the Small Business Act (15 U.S.C. 631 et seq.).】

【SEC. 2203. (a) DISCLOSURE REQUIRED.—

(1) PUBLICATION AND PUBLIC AVAILABILITY.—The Administrator of the Coalition Provisional Authority or the head of an executive

agency of the United States that enters into a contract for assistance for Iraq, using funds described in paragraph (2), through the use of other than full and open competitive procedures, shall publish in the Federal Register or Federal Business Opportunities, and otherwise make available to the public, including publication on the Coalition Provisional Authority's website, not later than 7 days before the date on which the contract is entered into, the following information:

(A) The amount of the contract.

(B) A brief description of the scope of the contract.

(C) A discussion of how the executive agency and, when applicable, the Coalition Provisional Authority, identified, and solicited offers from, potential contractors to perform the contract, together with a list of the potential contractors that were issued solicitations for the offers.

(D) The justification and approval documents (as required under section 303(f)(1) of the Federal Property and Administrative Services Act of 1949 (41 U.S.C. 253(f)(1)) on which was based the determination to use procedures other than competitive procedures.

(2) FUNDS.—The funds referred to in paragraph (1) are any funds under the heading “Iraq Relief and Reconstruction Fund” in this Act, and under the same heading in Public Law 108–11.

(3) APPLICABILITY.—

(A) This section shall also apply to any extension, amendment or modification of contracts entered into prior to the enactment of this Act using other than full and open competitive procedures using Iraq Relief and Reconstruction Funds in this Act and under Public Law 108–11 or funds made available in prior Foreign Operations, Export Financing and Related Programs Appropriations Acts.

(B) This section shall not apply to contracts of less than \$5,000,000.

(C) This section shall not apply to contracts authorized by the Small Business Act (15 U.S.C. 631 et seq.).

(b) CLASSIFIED INFORMATION.—

(1) AUTHORITY TO WITHHOLD.—The head of an executive agency may—

(A) withhold from publication and disclosure under subsection (a) any document that is classified for restricted access in accordance with an Executive order in the interest of national defense or foreign policy; and

(B) redact any part so classified that is in a document not so classified before publication and disclosure of the document under subsection (a).

(2) AVAILABILITY TO CONGRESS.—In any case in which the head of an executive agency withholds information under paragraph (1), the head of such executive agency shall make available an unredacted version of the document containing that information to the chairman and ranking member of each of the following committees of Congress:

(A) The Committee on Governmental Affairs of the Senate and the Committee on Government Reform of the House of Representatives.

(B) The Committees on Appropriations of the Senate and the House of Representatives.

(C) Each committee that the head of the executive agency determines has legislative jurisdiction for the operations of such department or agency to which the information related.

(c) RELATIONSHIP TO OTHER DISCLOSURE LAWS.—Nothing in this section shall be construed as affecting obligations to disclose United States Government information under any other provision of law.

(d) DEFINITIONS.—In this section and section 2202 of this Act, the terms “full and open competitive procedures” and “executive agency” have the meanings given such terms in section 4 of the Office of Federal Procurement Policy Act (41 U.S.C. 403).]

[SEC. 2204. Section 1503 of Public Law 108–11 is amended—

(1) by striking “equipment” and inserting in lieu thereof “equipment, including equipment”; and

(2) by striking “2004” and inserting in lieu thereof “2005”.]

[SEC. 2205. Section 1504 of Public Law 108–11 is amended by—

(1) in the first proviso, striking the first proviso, and inserting in lieu thereof: “*Provided*, That, subject to the notification requirements of this section, exports may be authorized of lethal military equipment designated by the Secretary of State for use by a reconstituted (or interim) Iraqi military or police force, and of small arms designated by the Secretary of State for use for private security purposes:”; and

(2) in the last proviso, striking “2004” and inserting in lieu thereof “2005”.]

[SEC. 2206. Section 202(b) of the Afghanistan Freedom Support Act of 2002 (Public Law 107–327) is amended by striking “\$300,000,000” and inserting in lieu thereof “\$450,000,000”.]

[SEC. 2207. (a) The Director of the Office of Management and Budget, in consultation with the Administrator of the Coalition Provisional Authority (CPA) and the Committees on Appropriations, shall submit to the Committees on Appropriations not later than January 5, 2004 and prior to the initial obligation of funds appropriated by this Act under the heading “Iraq Relief and Reconstruction Fund” a report on the proposed uses of all funds under this heading on a project-by-project basis, for which the obligation of funds is anticipated during the 3 month period from such date, including estimates by the CPA of the costs required to complete each such project: *Provided*, That up to 20 percent of funds appropriated under such heading may be obligated before the submission of the report: *Provided further*, That in addition such report shall include the following:

(1) The use of all funds on a project-by-project basis for which funds appropriated under such heading were obligated prior to the submission of the report, including estimates by the CPA of the costs required to complete each project.

(2) The distribution of duties and responsibilities regarding such projects among the agencies of the United States Government.

(3) Revenues to the CPA attributable to or consisting of funds provided by foreign governments and international organizations, disaggregated by donor, any obligations or expenditures of such revenues, and the purpose of such obligations and expenditures.

(4) Revenues to the CPA attributable to or consisting of foreign assets seized or frozen, any obligations or expenditures of such revenues, and the purpose of such obligations and expenditures.

(b) Any proposed new projects and increases in funding of ongoing projects shall be reported to the Committees on Appropriations in accordance with regular notification procedures.

(c) The report required by subsection (a) shall be updated and submitted to the Committees on Appropriations every 3 months and shall include information on how the estimates and assumptions contained in previous reports have changed.

(d) The requirements of this section shall expire on October 1, 2007.].

[SEC. 2208. Any reference in this chapter to the “Coalition Provisional Authority in Iraq” or the “Coalition Provisional Authority” shall be deemed to include any successor United States Government entity with the same or substantially the same authorities and responsibilities as the Coalition Provisional Authority in Iraq.].

[SEC. 2209. Assistance or other financing under chapter 2 of this title may be provided for Iraq and Afghanistan notwithstanding any other provision of law not contained in this Act that restricts assistance to foreign countries and section 660 of the Foreign Assistance Act of 1961: *Provided*, That funds made available for Iraq pursuant to the authority of this section shall be subject to the regular reprogramming notification procedures of the Committees on Appropriations and section 634A of the Foreign Assistance Act of 1961, except that notification shall be transmitted at least 5 days in advance of obligation.].

[SEC. 2210. Funds made available in chapter 2 of this title are made available notwithstanding section 10 of Public Law 91–672 and section 15 of the State Department Basic Authorities Act of 1956, as amended.].

SEC. [2211] 540. Notwithstanding any other provision of law, the Overseas Private Investment Corporation is authorized to undertake any program authorized by title IV of the Foreign Assistance Act of 1961 in Iraq: *Provided*, That funds made available pursuant to the authority of this section shall be subject to the regular reprogramming notification procedures of the Committees on Appropriations.

[SEC. 2212. In addition to transfer authority otherwise provided in chapter 2 of this title, any appropriation made available in chapter 2 of this title may be transferred between such appropriations, to be available for the same purposes and the same time as the appropriation to which transferred: *Provided*, That the total amount transferred pursuant to this section shall not exceed \$100,000,000: *Provided further*, That the Secretary of State shall consult with the Committees on Appropriations prior to exercising the authority contained in this section: *Provided further*, That funds made available pursuant to the authority of this section shall be subject to the regular notification procedures of the Committees on Appropriations, except that notification shall be transmitted at least 10 days in advance of the obligation of funds.].

SEC. [2213] 541. Public Law 107–57, as amended, is further amended—

(1) in section 1(b), by striking [“2003”] “2004” wherever appearing (including in the caption), and inserting in lieu thereof [“2004”] “2005”;

(2) in section 3(2), by striking [“Foreign Operations, Export Financing, and Related Programs Appropriations Act, 2002, as is” and inserting in lieu thereof “annual foreign operations, export financing, and related programs appropriations Acts for fiscal years 2002, 2003, and 2004, as are”], “and 2004” and inserting in lieu thereof “2004, and 2005”; and

(3) in section 6, by striking [“2003”] “2004” and inserting in lieu thereof [“2004”] “2005”.

[SEC. 2214. The Afghanistan Freedom Support Act of 2002 (Public Law 107–327), is amended in section 108(a), by striking “\$425,000,000 for each of the fiscal years 2003 through 2006” and inserting in lieu thereof “\$1,825,000,000 for fiscal year 2004 and \$425,000,000 for each of fiscal years 2005 and 2006”.]

[SEC. 2215. REPORTS ON IRAQ AND AFGHANISTAN. (a)(1) The Coalition Provisional Authority (CPA) shall, on a monthly basis until September 30, 2006, submit a report to the Committees on Appropriations which details, for the preceding month, Iraqi oil production and oil revenues, and uses of such revenues.

(2) The first report required by this subsection shall be submitted not later than 30 days after enactment of this Act.

(3) The reports required by this subsection shall also be made publicly available in both English and Arabic, including through the CPA’s Internet website.

(b) The Secretary of State, in consultation with the heads of other relevant Federal agencies, shall submit a report to the Committees on Appropriations not later than 90 days after enactment of this Act detailing:

(1) the amount of debt incurred by the Government of Saddam Hussein in Iraq, the impact forgiveness of such debt would have on reconstruction and long-term prosperity in Iraq, and the estimated amount that Iraq will pay, or that will be paid on behalf of Iraq, to a foreign country to service such debt during fiscal year 2004;

(2) the efforts of the Government of the United States to increase resources contributed by foreign countries and international organizations, including the United Nations, to the reconstruction and rehabilitation of Iraq and to increase international participation in peacekeeping and security efforts in Iraq;

(3) the manner in which the needs of people with disabilities are being addressed in the development and implementation of programs, projects and activities funded by the United States Government in Iraq and Afghanistan;

(4) the progress being made toward indicting and trying leaders of the former Iraqi regime for war crimes, genocide, and crimes against humanity; and

(5) the efforts of relevant Iraqi officials and legal advisors to ensure that a new Iraqi constitution preserves religious freedom and tolerance of all faiths.

(c) Title III of Public Law 107–327 is amended as follows by inserting the following new section:

“SEC. 304. REPORTS.

“The Secretary of State shall submit reports to the Committees on Foreign Relations and Appropriations of the Senate, and the Committees on International Relations and Appropriations of the House of Representatives on progress made in accomplishing the ‘Purposes of Assistance’ set forth in section 102 of this Act utilizing assistance provided by the United States for Afghanistan. The first report shall be submitted no later than December 31, 2003, and subsequent reports shall be submitted in conjunction with reports required under section 303 of this title and thereafter through December 31, 2004.”]

[SEC. 2216. None of the funds appropriated or otherwise made available under chapter 2 of title II of this Act may be obligated or expended for any activity in contravention of Articles 1 and 4 of the Optional Protocol to the Convention on the Rights of the Child on the Involvement of Children in Armed Conflicts.]

[SEC. 2217. PARTICIPATION OF WOMEN IN AFGHANISTAN AND IRAQ RECONSTRUCTION. (a) GOVERNANCE.—Activities carried out by the United States with respect to the civilian governance of Afghanistan and Iraq shall, to the maximum extent practicable—

(1) include the perspectives and advice of women’s organizations in Afghanistan and Iraq, respectively; and

(2) promote the high level participation of women in future legislative bodies and ministries and ensure that human rights for

women are upheld in any constitution or legal institution of Afghanistan and Iraq, respectively.

(b) POST-CONFLICT RECONSTRUCTION AND DEVELOPMENT.—Activities carried out by the United States with respect to post-conflict stability in Afghanistan and Iraq shall, to the maximum extent practicable—

(1) encourage the United States organizations that receive funds made available by this Act to provide significant financial resources, technical assistance and capacity building to counterpart organizations led by Afghans and Iraqis, respectively;

(2) increase the access of women to, or ownership by women of, productive assets such as land, water, agricultural inputs, credit, and property in Afghanistan and Iraq, respectively;

(3) provide long-term financial assistance for education for girls and women in Afghanistan and Iraq, respectively; and

(4) integrate education and training programs for former combatants in Afghanistan and Iraq, respectively, with economic development programs to—

(A) encourage the reintegration of such former combatants into society; and

(B) promote post-conflict stability in Afghanistan and Iraq, respectively.

(c) MILITARY AND POLICE.—Activities carried out by the United States with respect to training for military and police forces in Afghanistan and Iraq shall include training, designed in consultation with women’s organizations in Afghanistan and Iraq, respectively, on the protection, rights, and particular needs of women. (Emergency Supplemental Appropriations Act for Defense and for the Reconstruction of Iraq and Afghanistan, 2004.)

DEOBLIGATION/REOBLIGATION AUTHORITY

SEC. 542. Obligated balances of funds appropriated to carry out section 23 of the Arms Export Control Act as of the end of the fiscal year immediately preceding the current fiscal year are, if deobligated, hereby continued available during the current fiscal year for the same purpose under any authority applicable to such appropriations under this Act: Provided, That the authority of this subsection may not be used in fiscal year 2005.

EXCESS DEFENSE ARTICLES FOR CENTRAL AND SOUTH EUROPEAN COUNTRIES AND CERTAIN OTHER COUNTRIES

SEC. 543. Notwithstanding section 516(e) of the Foreign Assistance Act of 1961 (22 U.S.C. 2321j(e)), during fiscal year 2005, funds available to the Department of Defense may be expended for crating, packing, handling, and transportation of excess defense articles transferred under the authority of section 516 of such Act to Albania, Bulgaria, Croatia, Estonia, Former Yugoslavia Republic of Macedonia, Georgia, India, Kazakhstan, Kyrgyzstan, Latvia, Lithuania, Moldova, Mongolia, Pakistan, Romania, Slovakia, Tajikistan, Turkmenistan, Ukraine, and Uzbekistan: Provided, That section 105 of Public Law 104–164 is amended by striking “2003 and 2004” and inserting “2005”.

U.S. AGENCY FOR INTERNATIONAL DEVELOPMENT PILOT MANAGEMENT INITIATIVE

SEC. 544. (a) PILOT ACTIVITIES.—Subject to subsection (b), the Administrator of the United States Agency for International Development may use up to \$25,000,000 of the funds appropriated to carry out part I of the Foreign Assistance Act of 1961, including funds appropriated to carry out the Support for East European Democracy (SEED) Act of 1989, to pay administrative costs for fiscal year 2005, including salary, benefits, allowances, and overseas support costs of employees, of up to 2 overseas missions or offices of the agency.

(b) CONDITIONS.—(1) The authority of subsection (a) may be exercised only if the Administrator submits a plan approved by the Office of Management and Budget and the Department of State to the Committees on Appropriations, that—

(A) identifies the overseas missions or offices for which this authority will be exercised, and explains the process by which these missions or offices were selected;

(B) contains separate estimates of the administrative costs for fiscal year 2005 of the different types of project assistance and non-project assistance programs administered by such mission or office; and

(C) describes the bases for such estimates.

(2) Subsequent reports shall be submitted to the Committees by the Administrator at least every 60 days until January 15, 2006 to describe any changes made to the plan as originally submitted or as later modified.

(c) *INITIAL CHARGES.*—Funds appropriated under the heading “Operating Expenses of the United States Agency for International Development” for fiscal year 2005 and may be initially charged for purposes of this section.

U.S. AGENCY FOR INTERNATIONAL DEVELOPMENT HIRING AUTHORITY

SEC. 545. (a) *USE OF PROGRAM FUNDS.*—Up to \$12,500,000 of the funds appropriated by this Act to carry out chapter 1 of part I of the Foreign Assistance Act of 1961 may be transferred to and merged with funds appropriated under the heading, “Operating Expenses of the United States Agency for International Development” (USAID), and used by USAID to appoint and employ full-time Civil Service and full-time Foreign Service personnel, including to pay the cost of salaries, benefits, and allowances of such personnel: Provided, That the authority of this section may be used to appoint and employ not more than 50 individuals.

(b) *CONDITIONS.*—The authority of this section—

(1) may not be used until the agency completes a comprehensive workforce analysis that is approved by the Administrator and submitted to the Office of Management and Budget and the Office of Personnel Management:

(2) may only be used to meet shortages in technical skill areas identified in the approved workforce analysis:

(3) may only be used to the extent that an equivalent number of positions that are filled by personal services contractors or other employees of USAID, who are compensated with funds appropriated by this Act to carry out chapter 1 of part I of the Foreign Assistance Act of 1961, are eliminated; and

(4) may only be exercised after notification of the Committees on Appropriations and the Office of Management and Budget.