

## INTERNATIONAL ASSISTANCE PROGRAMS

### MILLENNIUM CHALLENGE CORPORATION

#### Federal Funds

#### General and special funds:

##### MILLENNIUM CHALLENGE CORPORATION

For necessary expenses for the "Millennium Challenge Corporation", [\$1,500,000,000], \$3,000,000,000 to remain available until expended: *Provided*, That of the funds appropriated under this heading, up to \$50,000,000, of which up to \$85,000,000 may be available for administrative expenses of the Millennium Challenge Corporation: *Provided further*, That none of the funds appropriated under this heading may be made available for the provision of assistance until the Chief Executive Officer of the Millennium Challenge Corporation provides a written budget justification to the Committees on Appropriations: *Provided further*, That ; and of which up to 10 percent [of the funds appropriated under this heading] may be made available to carry out the purposes of section 616 of the Millennium Challenge Act of 2003: *Provided further*, That none of the funds available to carry out section 616 of such Act may be made available until the Chief Executive Officer of the Millennium Challenge Corporation provides a report to the Committees on Appropriations listing the candidate countries that will be receiving assistance under section 616 of such Act, the level of assistance proposed for each such country, a description of the proposed programs, projects and activities, and the implementing agency or agencies of the United States Government: *Provided further*, That section 605(e)(4) of the Millennium Challenge Act of 2003 shall apply to funds appropriated under this heading: *Provided further*, That funds appropriated under this heading, and funds appropriated under this heading in division D of Public Law 108-199, may be made available for a Millennium Challenge Compact entered into pursuant to section 609 of the Millennium Challenge Act of 2003 only if such Compact obligates, or contains a commitment to obligate subject to the availability of funds and the mutual agreement of the parties to the Compact to proceed, the entire amount of the United States Government funding anticipated for the duration of the Compact: *Provided further*, That the previous proviso shall be effective on the date of enactment of this Act]. (*Foreign Operations, Export Financing, and Related Programs Appropriations Act, 2005.*)

#### Program and Financing (in millions of dollars)

Identification code 95-2750-0-1-151	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.01 Country Programs Assistance (Compacts) .....	1,750	2,500	
00.02 Threshold Program Assistance .....	80	100	
00.03 Monitoring and Evaluation (Due Diligence) .....	14	22	
00.04 Administrative Expenses .....	8	50	75
00.05 USAID Inspector General .....	2	2	
10.00 Total new obligations .....	8	1,896	2,699
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	986	578	
22.00 New budget authority (gross) .....	994	1,488	3,000
23.90 Total budgetary resources available for obligation .....	994	2,474	3,578
23.95 Total new obligations .....	-8	-1,896	-2,699
24.40 Unobligated balance carried forward, end of year .....	986	578	879
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	1,000	1,500	3,000
40.35 Appropriation permanently reduced .....	-6	-12	
43.00 Appropriation (total discretionary) .....	994	1,488	3,000
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....		4	1,450
73.10 Total new obligations .....	8	1,896	2,699

73.20 Total outlays (gross) .....	-4	-450	-1,990
74.40 Obligated balance, end of year .....	4	1,450	2,159
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	4	446	900
86.93 Outlays from discretionary balances .....	4	4	1,090
87.00 Total outlays (gross) .....	4	450	1,990
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	994	1,488	3,000
90.00 Outlays .....	4	450	1,990

The Millennium Challenge Account (MCA) is a Presidential initiative to reduce poverty through economic growth in poor countries. The MCA provides 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 2006 Budget request of \$3 billion makes a significant third year increase in the MCA towards fulfilling the President's commitment of \$5 billion per year. In its third year of operation, the number of countries participating in the MCA will increase from the 30 that are currently eligible for either MCA or threshold program assistance. In 2006, country eligibility will broaden to include states between the current IDA per capita income cutoff and the World Bank's definition of lower middle income countries. 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) to negotiate a contract spelling out the projects and the accountability mechanisms to be followed. 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	2004 actual	2005 est.	2006 est.
11.1 Personnel compensation: Full-time permanent .....	1	15	22
12.1 Civilian personnel benefits .....	1	6	10
12.1 Personal Service Contractors .....		1	2
21.0 Travel and transportation of persons .....	1	8	12
23.2 Rental payments to others .....	1	8	5
23.3 IT, Communications, and Utilities .....	1	4	4
25.2 Overseas Presence .....		3	11
25.2 Other services .....	2	4	8
25.3 USAID Inspector General .....		2	2
26.0 Supplies and materials .....	1	1	1
41.0 Country Program Assistance (Compacts) .....		1,750	2,500
41.0 Threshold Program Assistance .....		80	100
41.0 Monitoring and Evaluation (Due Diligence) .....		14	22
99.9 Total new obligations .....	8	1,896	2,699

#### Personnel Summary

Identification code 95-2750-0-1-151	2004 actual	2005 est.	2006 est.
1001 Total compensable workyears: Civilian full-time equivalent employment .....	10	133	200

## 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, [\$2,482,500,000] \$3,036,375,000, to remain available until September 30, [2006] 2007: *Provided*, That [of the] funds appropriated under this heading[, not less than \$360,000,000 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[: *Provided further*, That not less than \$535,000,000 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 \$200,000,000 should be provided as Commodity Import Program assistance: *Provided further*, That with respect to the provision of assistance for Egypt for democracy and governance activities, the organizations implementing such assistance and the specific nature of that assistance shall not be subject to the prior approval by the Government of Egypt: *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 \$13,500,000 of the 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 scholarships and direct support of American educational institutions in Lebanon], or by October 31, 2005, whichever is later: *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 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 not to exceed \$200,000,000 of the funds 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 costs 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 of the funds appropriated under this heading, not less than \$22,000,000 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 available under this heading for assistance for Indonesia, \$3,000,000 should be made available to promote freedom of the media in Indonesia: *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 funds appropriated under this heading may be made available as an endowment for a nongovernmental organization in the Middle East, and such organization may place such funds in interest bearing accounts and any interest earned on such investment shall be used for the purposes for which funds were made available under this subsection. (*Foreign Operations, Export Financing, and Related Programs Appropriations Act, 2005.*)

## Program and Financing (in millions of dollars)

Identification code 72-1037-0-1-152	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.01 Direct Program Activity .....	3,136	2,520	2,809
10.00 Total new obligations .....	3,136	2,520	2,809
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year	1,127	1,051	1,012
22.00 New budget authority (gross) .....	2,922	2,481	3,036
22.10 Resources available from recoveries of prior year obligations .....	16		
22.21 Unobligated balance transferred to other accounts	-29		
22.22 Unobligated balance transferred from other accounts	154		
23.90 Total budgetary resources available for obligation	4,190	3,532	4,048
23.95 Total new obligations .....	-3,136	-2,520	-2,809
23.98 Unobligated balance expiring or withdrawn .....	-3		
24.40 Unobligated balance carried forward, end of year	1,051	1,012	1,239
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation (regular) .....	3,023	2,501	3,036
40.35 Appropriation permanently reduced .....	-13	-20	
41.00 Transferred to other accounts .....	-216		
42.00 Transferred from other accounts .....	125		
43.00 Appropriation (total discretionary) .....	2,919	2,481	3,036
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	3		
70.00 Total new budget authority (gross) .....	2,922	2,481	3,036
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	4,008	4,272	3,269
73.10 Total new obligations .....	3,136	2,520	2,809
73.20 Total outlays (gross) .....	-2,856	-3,523	-2,669
73.45 Recoveries of prior year obligations .....	-16		
74.40 Obligated balance, end of year .....	4,272	3,269	3,409
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	895	992	901
86.93 Outlays from discretionary balances .....	1,961	2,531	1,768
87.00 Total outlays (gross) .....	2,856	3,523	2,669
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-3		
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	2,919	2,481	3,036
90.00 Outlays .....	2,854	3,523	2,669

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	2004 actual	2005 est.	2006 est.
<b>Direct obligations:</b>			
25.2 Other services .....	62	50	50
41.0 Grants, subsidies, and contributions .....	3,071	2,470	2,759
99.0 Direct obligations .....	3,133	2,520	2,809
99.0 Reimbursable obligations .....	3		
99.9 Total new obligations .....	3,136	2,520	2,809

**CENTRAL AMERICA AND THE CARIBBEAN EMERGENCY DISASTER  
RECOVERY FUND**

**Program and Financing** (in millions of dollars)

Identification code 72-1096-0-1-151	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.01 Direct Program Activity .....		2	
10.00 Total new obligations (object class 41.0) .....		2	
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year	1	2	
22.10 Resources available from recoveries of prior year obligations .....	1		
23.90 Total budgetary resources available for obligation	2	2	
23.95 Total new obligations .....		-2	
24.40 Unobligated balance carried forward, end of year	2		
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	90	48	20
73.10 Total new obligations .....		2	
73.20 Total outlays (gross) .....	-41	-30	-20
73.45 Recoveries of prior year obligations .....	-1		
74.40 Obligated balance, end of year .....	48	20	
<b>Outlays (gross), detail:</b>			
86.93 Outlays from discretionary balances .....	41	30	20
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			
90.00 Outlays .....	41	30	20

**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, [\$4,783,500,000] \$4,588,600,000: *Provided*, [That of the funds appropriated under this heading, not less than \$2,220,000,000 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: *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 \$580,000,000 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 in addition to the funds appropriated under this heading, up to \$150,000,000 for assistance for Pakistan may be derived by transfer from unobligated balances of funds appropriated under the headings "Economic Support Fund" and "Foreign Military Financing Program" in prior appropriations Acts and not otherwise designated in those Acts for a specific country, use, or purpose: *Provided further*, That of the funds appropriated under this heading, not more than \$2,000,000 may be made available for assistance for Uganda and only for non-lethal military equipment if the Secretary of State determines and reports to the Committees on Appropriations that the Government of Uganda has made significant progress in: (1) the protection of human rights, especially preventing acts of torture; (2) the protection of civilians in northern and eastern Uganda; and (3) the professionalization of the Ugandan armed forces] or by October 31, 2005, whichever is later: *Provided further*, That funds appropriated or otherwise made available 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 and Guatemala: *Provided further*, That none of the funds appropriated under this heading may be made available for assistance for Haiti except pursuant to the regular notification procedures of the Committees on Appropriations:] *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 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 [\$40,000,000] \$42,500,000 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 [\$367,000,000] \$373,000,000 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 [2005] 2006 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 outlaid for Egypt during fiscal year [2005] 2006 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 31, 2005, whichever is later. (Foreign Operations, Export Financing, and Related Programs Appropriations Act, 2005.)

**General and special funds—Continued**

**FOREIGN MILITARY FINANCING PROGRAM—Continued  
(INCLUDING TRANSFER OF FUNDS)—Continued**

**Program and Financing (in millions of dollars)**

Identification code 11-1082-0-1-152	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
Direct program:			
00.01 Country grants .....	4,584	4,707	4,544
00.09 Administrative Expenses .....	40	40	45
01.92 Total Direct Obligations .....	4,624	4,747	4,589
10.00 Total new obligations .....	4,624	4,747	4,589
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	4,545	4,745	4,589
22.22 Unobligated balance transferred from other accounts .....	77		
22.30 Expired unobligated balance transfer to unexpired account .....	2	2	
23.90 Total budgetary resources available for obligation .....	4,624	4,747	4,589
23.95 Total new obligations .....	-4,624	-4,747	-4,589
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	4,294	4,783	4,589
40.00 Appropriation (FY 2004 supp) .....	287		
40.35 Appropriation permanently reduced .....	-25	-38	
41.00 Transferred to other accounts .....	-11		
43.00 Appropriation (total discretionary) .....	4,545	4,745	4,589
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	2,484	1,804	1,652
73.10 Total new obligations .....	4,624	4,747	4,589
73.20 Total outlays (gross) .....	-5,302	-4,899	-4,844
73.40 Adjustments in expired accounts (net) .....	-2		
74.40 Obligated balance, end of year .....	1,804	1,652	1,397
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	3,109	3,455	3,812
86.93 Outlays from discretionary balances .....	2,193	1,444	1,032
87.00 Total outlays (gross) .....	5,302	4,899	4,844
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	4,545	4,745	4,589
90.00 Outlays .....	5,302	4,899	4,844

**Performance Metrics**

Identification code 11-1082-0-1-152	2004 actual	2005 est.	2006 est.
Security Assistance for the Western Hemisphere:			
110601 Number of terrorist attacks against the Cano Limon oil pipeline. This measures the ability of the Colombian Army to defend a high value target in difficult terrain distant from urban .....		<25	
110602 Detected maritime narcotics trafficking declines in the Caribbean and Eastern Pacific. ....			
110603 Number of countries in the top 50 for in international peacekeeping activities .....			
110604 Percentage Western Hemisphere assistance recipients countries that volunteer for peacekeeping or other coalition operations when requested. ....		17%	17%
110605 Number of Eastern Caribbean Countries participating in joint multilateral Security Operations. ....			
110606 Percentage of FMF and IMET recipients that participate in coalition operations, joint exercises, and or joint operations with the US when requested. ....		>85%	>90%
110607 Percentage of FMF and IMET recipient countries that have civilians in senior defense leadership positions. This shows the impact of US programs supporting military subordination to .....			
110608 Percentage of FMF and IMET countries that are militarily stable. ....			

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	2004 actual	2005 est.	2006 est.
25.2 Other services .....	40	40	45
41.0 Grants .....	4,584	4,707	4,544
99.9 Total new obligations .....	4,624	4,747	4,589

**INTERNATIONAL MILITARY EDUCATION AND TRAINING**

For necessary expenses to carry out the provisions of section 541 of the Foreign Assistance Act of 1961, **[\$89,730,000] \$86,744,000**, 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 Haiti, the Democratic Republic of the Congo, and Nigeria may only be provided through the regular notification procedures of the Committees on Appropriations. (*Foreign Operations, Export Financing, and Related Programs Appropriations Act, 2005.*)

**Program and Financing (in millions of dollars)**

Identification code 11-1081-0-1-152	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.01 Direct Program Activity .....	90	89	87
10.00 Total new obligations .....	90	89	87
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	1		
22.00 New budget authority (gross) .....	91	89	87
23.90 Total budgetary resources available for obligation .....	92	89	87
23.95 Total new obligations .....	-90	-89	-87
23.98 Unobligated balance expiring or withdrawn .....	-2		
24.40 Unobligated balance carried forward, end of year .....			
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	92	90	87
40.35 Appropriation permanently reduced .....	-1	-1	
43.00 Appropriation (total discretionary) .....	91	89	87
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	60	67	61
73.10 Total new obligations .....	90	89	87
73.20 Total outlays (gross) .....	-77	-95	-89
73.40 Adjustments in expired accounts (net) .....	-6		
74.40 Obligated balance, end of year .....	67	61	59
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	38	45	44
86.93 Outlays from discretionary balances .....	39	50	45
87.00 Total outlays (gross) .....	77	95	89
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	91	89	87
90.00 Outlays .....	77	95	89

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	2004 actual	2005 est.	2006 est.
26.0 Supplies and materials .....	8	7	7
41.0 Grants, subsidies, and contributions .....	82	82	80
99.9 Total new obligations .....	90	89	87

**PEACEKEEPING OPERATIONS**

For necessary expenses to carry out the provisions of section 551 of the Foreign Assistance Act of 1961, **[\$104,000,000: 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] \$195,800,000. (Foreign Operations, Export Financing, and Related Programs Appropriations Act, 2005.)**

**Program and Financing** (in millions of dollars)

Identification code 72-1032-0-1-152	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.01 Direct Program Activity .....	168	257	196
10.00 Total new obligations (object class 41.0) .....	168	257	196
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	43		
22.00 New budget authority (gross) .....	125	257	196
23.90 Total budgetary resources available for obligation .....	168	257	196
23.95 Total new obligations .....	-168	-257	-196
24.40 Unobligated balance carried forward, end of year .....			
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	125	104	196
40.00 Appropriation—Hurricane Supplemental (P.L. 108-324) .....		75	
40.35 Appropriation permanently reduced .....		-2	
42.00 Transferred from other accounts .....		80	
43.00 Appropriation (total discretionary) .....	125	257	196
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	115	125	132
73.10 Total new obligations .....	168	257	196
73.20 Total outlays (gross) .....	-150	-250	-274
73.40 Adjustments in expired accounts (net) .....	-8		
74.40 Obligated balance, end of year .....	125	132	54
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	48	178	135
86.93 Outlays from discretionary balances .....	102	72	139
87.00 Total outlays (gross) .....	150	250	274
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	125	257	196
90.00 Outlays .....	150	250	274

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, Global Peacekeeping Operations, and other activities.

**CONFLICT RESPONSE FUND**

(Legislative proposal, not subject to PAYGO)

For necessary expenses to prevent or respond to conflict or civil strife in foreign countries or regions, or to enable transition from such strife, \$100,000,000, to remain available until expended: *Provided*, That such funds may be made available only pursuant to a determination by the Secretary of State that it is in the national interests of the United States to do so, and such funds may be provided on such terms and conditions as he may determine: *Provided further*, That in furtherance of such determination, the President may furnish additional assistance by executing the authorities contained in sections 610 and 614 of the Foreign Assistance Act of 1961, notwithstanding the percentage and dollar limitations in such sections, including for transfers to this account: *Provided further*, That the Secretary may make allocations of such funds to Federal agencies to carry out these authorities: *Provided further*, That the administrative authorities of the Foreign Assistance Act of 1961 may be utilized for such funds except that funds appropriated under this heading may not be used for salary costs of U.S. Government personnel: *Provided further*, That up to 10 percent of funds appropriated under this heading may be used to support activities associated with designing and preparing reconstruction and stabilization capabilities: *Provided further*, That assistance provided under this paragraph, as well as assistance provided with funds appropriated under titles II and III of this Act for countries subject to a determination made under this paragraph, may be used notwithstanding any other provision of law.

**Program and Financing** (in millions of dollars)

Identification code 11-2300-2-1-152	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.01 Conflict Response Activities .....			100
10.00 Total new obligations .....			100
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....			100
23.95 Total new obligations .....			-100
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....			100
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....			
73.10 Total new obligations .....			100
73.20 Total outlays (gross) .....			-50
74.40 Obligated balance, end of year .....			50
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....			50
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			100
90.00 Outlays .....			50

This proposed new account will enable the Secretary of State to respond quickly and effectively to stabilize and begin reconstruction efforts in foreign countries or regions affected by conflict or civil strife. This appropriation will provide resources that can be drawn upon immediately to address a range of needs including support for transitional security, rule of law, reconstruction requirements, humanitarian activities, economic assistance programs, and assistance to restore effective governance. These uses will require a determination by the Secretary of State that will set in motion a coordinated U.S. Government effort to ensure the focused and effective application of resources to stabilize countries or regions. That effort would include mobilization of goods and services obtained in advance via this fund for use on a contingency basis. The proposal also seeks authority to allow for the use of resources in other accounts if necessary to meet conflict response demands and authority to allocate funds as appro-

**General and special funds—Continued**

**CONFLICT RESPONSE FUND—Continued**

appropriate to agencies most capable of performing specific response activities.

**Object Classification** (in millions of dollars)

Identification code 11-2300-2-1-152	2004 actual	2005 est.	2006 est.
25.2 Other services .....			75
41.0 Grants, subsidies, and contributions .....			25
99.9 Total new obligations .....			100

**NONPROLIFERATION, ANTI-TERRORISM, DEMINING AND RELATED PROGRAMS**

For necessary expenses for nonproliferation, anti-terrorism, demining and related programs and activities, **[\$402,000,000]** \$440,100,000, 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 **[\$32,000,000]** \$37,500,000, 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 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 2005 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 2005 shall be made available for a voluntary contribution to the International Atomic Energy Agency and shall remain available until September 30, 2006: *Provided further*, That of the funds made available for demining and related activities, not to exceed **[\$690,000]** \$705,000, 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 funds appropriated under this heading that are available for "Anti-terrorism Assistance" and "Export Control and Border Security" shall remain available until September 30, **[2006]** 2007. (*Foreign Operations, Export Financing, and Related Programs Appropriations Act, 2005.*)

**Program and Financing** (in millions of dollars)

Identification code 11-1075-0-1-152	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.01 Direct Program Activity .....	364	399	440
09.01 Reimbursable program .....	18		
10.00 Total new obligations .....	382	399	440
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year	32	51	51
22.00 New budget authority (gross) .....	389	399	440
22.10 Resources available from recoveries of prior year obligations .....	2		
22.22 Unobligated balance transferred from other accounts	10		
23.90 Total budgetary resources available for obligation	433	450	491
23.95 Total new obligations .....	-382	-399	-440

24.40 Unobligated balance carried forward, end of year	51	51	51
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	389	402	440
40.35 Appropriation permanently reduced .....	-2	-3	
41.00 Transferred to other accounts .....	-16		
43.00 Appropriation (total discretionary) .....	371	399	440
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	18		
70.00 Total new budget authority (gross) .....	389	399	440
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	274	279	298
73.10 Total new obligations .....	382	399	440
73.20 Total outlays (gross) .....	-375	-380	-420
73.45 Recoveries of prior year obligations .....	-2		
74.40 Obligated balance, end of year .....	279	298	318
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	157	160	176
86.93 Outlays from discretionary balances .....	218	220	244
87.00 Total outlays (gross) .....	375	380	420
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-18		
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	371	399	440
90.00 Outlays .....	357	380	420

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

**Performance Metrics**

Identification code 11-1075-0-1-152	2004 actual	2005 est.	2006 est.
Nonproliferation of WMD Expertise (NWMDE):			
245205 Number of BW production projects started at facilities for the purposes of commercialization and reconfiguration for peaceful uses—Number of BW institutes or groups graduated fr .....		11-0	15-0

**Object Classification** (in millions of dollars)

Identification code 11-1075-0-1-152	2004 actual	2005 est.	2006 est.
<b>Direct obligations:</b>			
11.5 Personnel compensation: Other personnel compensation .....	1		
21.0 Travel and transportation of persons .....	12	13	16
25.2 Other services .....	253	281	308
31.0 Equipment .....	7	11	14
41.0 Grants, subsidies, and contributions .....	91	94	102
99.0 Direct obligations .....	364	399	440
99.0 Reimbursable obligations .....	18		
99.9 Total new obligations .....	382	399	440

**NON-PROLIFERATION AND DISARMAMENT FUND**

**Program and Financing** (in millions of dollars)

Identification code 11-1071-0-1-152	2004 actual	2005 est.	2006 est.
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year	2	2	2
24.40 Unobligated balance carried forward, end of year	2	2	2
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	3	2	2
73.20 Total outlays (gross) .....	-1		

74.40	Obligated balance, end of year .....	2	2	2
<b>Outlays (gross), detail:</b>				
86.93	Outlays from discretionary balances .....	1		
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....			
90.00	Outlays .....			

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

General Fund Credit Receipt Accounts (in millions of dollars)

Identification code 11-1085-0-1-152	2004 actual	2005 est.	2006 est.
0101 Negative subsidies/subsidy reestimates .....	85	58	

Program and Financing (in millions of dollars)

Identification code 11-1085-0-1-152	2004 actual	2005 est.	2006 est.
-------------------------------------	-------------	-----------	-----------

Obligations by program activity:

00.05 Direct Program Activity—Reestimates of Direct Loan Subsidy .....		3	
10.00 Total new obligations (object class 41.0) .....		3	

Budgetary resources available for obligation:

22.00 New budget authority (gross) .....		3	
23.95 Total new obligations .....		-3	

New budget authority (gross), detail:

Mandatory:			
60.00 Appropriation .....		3	

Change in obligated balances:

73.10 Total new obligations .....		3	
73.20 Total outlays (gross) .....		-3	

Outlays (gross), detail:

86.97 Outlays from new mandatory authority .....		3	
--	--	---	--

Net budget authority and outlays:

89.00 Budget authority .....		3	
90.00 Outlays .....		3	

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	2004 actual	2005 est.	2006 est.
Direct loan levels supportable by subsidy budget authority:			
115001 Direct loan levels—DSCA Loan Program .....			
115901 Total direct loan levels .....			

Direct loan subsidy (in percent):			
132001 Direct loan levels—DSCA Loan Program .....	0.00	0.00	
132901 Weighted average subsidy rate .....	0.00	0.00	
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 .....			
134901 Total subsidy outlays .....			
Direct loan upward reestimate subsidy budget authority:			
135001 Upward reestimates subsidy budget authority .....		3	
135901 Total upward reestimate budget authority .....		3	
Direct loan downward reestimate subsidy budget authority:			
137001 Direct loan levels—DSCA Loan Program .....	-84	-58	
137901 Total downward reestimate budget authority .....	-84	-58	

FOREIGN MILITARY FINANCING DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 11-4122-0-3-152	2004 actual	2005 est.	2006 est.
-------------------------------------	-------------	-----------	-----------

Obligations by program activity:

00.02 Interest on Debt to Treasury .....	86	65	75
08.02 Downward reestimate paid to receipt accounts .....	64	44	
08.04 Interest due on downward subsidy re-estimate .....	21	14	
08.91 Direct Program by Activities—Subtotal (1 level) .....	85	58	
10.00 Total new obligations (object class 33.0) .....	171	123	75

Budgetary resources available for obligation:

21.40 Unobligated balance carried forward, start of year .....	45	34	
22.00 New financing authority (gross) .....	1,011	398	225
22.60 Portion applied to repay debt .....	-851	-309	-150
23.90 Total budgetary resources available for obligation .....	205	123	75
23.95 Total new obligations .....	-171	-123	-75
24.40 Unobligated balance carried forward, end of year .....	34		

New financing authority (gross), detail:

Mandatory:			
67.10 Authority to borrow .....	70	58	
69.00 Offsetting collections (cash) .....	941	340	225
70.00 Total new financing authority (gross) .....	1,011	398	225

Change in obligated balances:

72.40 Obligated balance, start of year .....	3,711	3,630	3,439
73.10 Total new obligations .....	171	123	75
73.20 Total financing disbursements (gross) .....	-252	-314	-547
74.40 Obligated balance, end of year .....	3,630	3,439	2,967
87.00 Total financing disbursements (gross) .....	252	314	547

Offsets:

Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Federal sources .....		-2	
88.25 Interest on uninvested funds .....	-30		
88.40 Non-Federal sources—principal .....	-827	-284	-170
88.40 Non-Federal sources—interest .....	-84	-54	-55
88.90 Total, offsetting collections (cash) .....	-941	-340	-225

Net financing authority and financing disbursements:

89.00 Financing authority .....	70	58	
90.00 Financing disbursements .....	-688	-26	322

Status of Direct Loans (in millions of dollars)

Identification code 11-4122-0-3-152	2004 actual	2005 est.	2006 est.
Position with respect to appropriations act limitation on obligations:			
1111 Limitation on direct loans .....			

**Credit accounts—Continued****FOREIGN MILITARY FINANCING DIRECT LOAN FINANCING ACCOUNT—Continued****Status of Direct Loans (in millions of dollars)—Continued**

Identification code 11-4122-0-3-152	2004 actual	2005 est.	2006 est.
1150 Total direct loan obligations .....			
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year .....	1,407	662	568
1231 Disbursements: Direct loan disbursements .....	82	190	472
1251 Repayments: Repayments and prepayments .....	-827	-284	-170
1290 Outstanding, end of year .....	662	568	870

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	2003 actual	2004 actual
<b>ASSETS:</b>		
1101 Federal assets: Fund balances with Treasury .....	45	34
Net value of assets related to post-		
1991 direct loans receivable:		
1401 Direct loans receivable, gross .....	1,407	662
1402 Interest receivable .....	8	6
1405 Allowance for subsidy cost (-) .....	-114	-55
1499 Net present value of assets related to direct loans .....	1,301	613
1999 Total assets .....	1,346	647
<b>LIABILITIES:</b>		
2103 Federal liabilities: Debt .....	1,346	647
2999 Total liabilities .....	1,346	647
4999 Total liabilities and net position .....	1,346	647

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

Identification code 11-4121-0-3-152	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.01 Direct Program Activity—Defaulted Guaranteed Loans with Commercial Banks .....		6	17
00.02 Direct Program Activity—Defaulted Loans with the FFB .....	36	14	12
00.03 Direct Program Activity—Loan guaranty modification. Adjusting payment to 11X4174 .....	31		
10.00 Total new obligations (object class 33.0) .....	67	20	29
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	67	20	29
23.95 Total new obligations .....	-67	-20	-29
<b>New budget authority (gross), detail:</b>			
Mandatory:			
60.00 Appropriation .....	57	8	5
69.00 Offsetting collections (cash)—from country loans .....	353	339	332
69.27 Capital transfer to general fund .....	-119	-107	-87
69.47 Portion applied to repay debt .....	-224	-220	-221
69.90 Spending authority from offsetting collections (total mandatory) .....	10	12	24
70.00 Total new budget authority (gross) .....	67	20	29

**Change in obligated balances:**

73.10 Total new obligations .....	67	20	29
73.20 Total outlays (gross) .....	-67	-20	-29

**Outlays (gross), detail:**

86.97 Outlays from new mandatory authority .....	67	20	29
--	----	----	----

**Offsets:**

## Against gross budget authority and outlays:

Offsetting collections (cash) from:			
Non-Federal sources—loans other than FFB .....			
88.40	-129	-119	-111
Non-Federal sources—FFB loan principal .....			
88.40	-224	-220	-221
88.90	-353	-339	-332
Total, offsetting collections (cash) .....			

**Net budget authority and outlays:**

89.00 Budget authority .....	-286	-319	-303
90.00 Outlays .....	-286	-319	-303

**Status of Direct Loans (in millions of dollars)**

Identification code 11-4121-0-3-152	2004 actual	2005 est.	2006 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year .....	2,619	2,352	2,080
1231 Disbursements: Direct loan disbursements .....	18	7	7
1251 Repayments: Repayments and prepayments from country .....	-286	-279	-277
1261 Adjustments: Capitalized interest .....	1		
1290 Outstanding, end of year .....	2,352	2,080	1,810

**Status of Guaranteed Loans (in millions of dollars)**

Identification code 11-4121-0-3-152	2004 actual	2005 est.	2006 est.
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year .....	3,496	3,022	2,617
2251 Repayments and prepayments .....	-374	-402	-395
Adjustments:			
2261 Terminations for default that result in loans receivable .....		-3	-10
2264 Other adjustments, net .....	-100		
2290 Outstanding, end of year .....	3,022	2,617	2,212

**Memorandum:**

2299 Guaranteed amount of guaranteed loans outstanding, end of year .....	2,720	2,355	1,991
---	-------	-------	-------

**Addendum:**

Cumulative balance of defaulted guaranteed loans that result in loans receivable:			
2310 Outstanding, start of year .....			6
2331 Disbursements for guaranteed loan claims .....		6	17
2364 Other adjustments, net .....			
2390 Outstanding, end of year .....		6	23

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	2003 actual	2004 actual
<b>ASSETS:</b>		
Net value of assets related to pre-1992 direct loans receivable and acquired defaulted guaranteed loans receivable:		
1601 Direct loans, gross .....	2,619	2,352
1602 Interest receivable .....	278	261
1604 Direct loans and interest receivable, net .....	2,897	2,613
1699 Value of assets related to direct loans .....	2,897	2,613
1799 Value of assets related to loan guarantees ..		
1999 Total assets .....	2,897	2,613
<b>LIABILITIES:</b>		
Federal liabilities:		
2102 Accrued Interest Payable to FFB .....	24	23
2103 Debt—Principal owed to FFB .....	1,689	1,465
2104 Resources payable to Treasury .....	1,184	1,125
2999 Total liabilities .....	2,897	2,613
4999 Total liabilities and net position .....	2,897	2,613

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

Identification code 11-4174-0-3-152	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.01 Disbursement to commercial bank .....	31		
00.02 Interest on Debt due to Treasury .....	11	14	13
10.00 Total new obligations .....	42	14	13
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	3	5	
22.00 New financing authority (gross) .....	44	31	22
22.60 Portion applied to repay debt .....		-22	-9
23.90 Total budgetary resources available for obligation .....	47	14	13
23.95 Total new obligations .....	-42	-14	-13
24.40 Unobligated balance carried forward, end of year .....	5		
<b>New financing authority (gross), detail:</b>			
Mandatory:			
67.10 Authority to borrow .....	7		
69.00 Offsetting collections (country collections) .....	6	20	22
69.00 Offsetting collections (subsidy from debt reduction program account) .....		11	
69.00 Offsetting collections (from liquidating account) .....	31		
69.90 Spending authority from offsetting collections (total mandatory) .....	37	31	22
70.00 Total new financing authority (gross) .....	44	31	22
<b>Change in obligated balances:</b>			
73.10 Total new obligations .....	42	14	13
73.20 Total financing disbursements (gross) .....	-42	-14	-13
87.00 Total financing disbursements (gross) .....	42	14	13
<b>Offsets:</b>			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Federal sources—(subsidy received from debt reduction program account) .....		-11	
88.00 Federal sources (funds received from liquidating account) .....	-31		
88.40 Non-Federal sources—principal .....	-1	-6	-8
88.40 Non-Federal sources—interest .....	-5	-14	-14
88.90 Total, offsetting collections (cash) .....	-37	-31	-22
<b>Net financing authority and financing disbursements:</b>			
89.00 Financing authority .....	7		
90.00 Financing disbursements .....	4	-17	-9

**Status of Direct Loans** (in millions of dollars)

Identification code 11-4174-0-3-152	2004 actual	2005 est.	2006 est.
Position with respect to appropriations act limitation on obligations:			
1111 Limitation on direct loans .....	31		
1150 Total direct loan obligations .....	31		
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year .....	223	253	236
1232 Disbursements: Purchase of loans assets from the public .....	31		
1251 Repayments: Repayments and prepayments .....	-1	-6	-8
1263 Write-offs for default: Direct loans .....		-11	
1290 Outstanding, end of year .....	253	236	228

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	2003 actual	2004 actual
<b>ASSETS:</b>		
1101 Federal assets: Fund balances with Treasury .....		5
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross .....	223	253
1499 Net present value of assets related to direct loans .....	223	253
1999 Total assets .....	223	258
<b>LIABILITIES:</b>		
2103 Federal liabilities: Debt .....	223	253
2207 Non-Federal liabilities: Other .....		5
2999 Total liabilities .....	223	258
4999 Total liabilities and net position .....	223	258

**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, \$107,500,000 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. (*Foreign Operations, Export Financing, and Related Programs Appropriations Act, 2005.*)

**Program and Financing** (in millions of dollars)

Identification code 11-0077-0-1-151	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.01 Direct Program Activity .....	138	107	108
10.00 Total new obligations (object class 33.0) .....	138	107	108
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	7,663	7,663	7,663
22.00 New budget authority (gross) .....	138	107	108
23.90 Total budgetary resources available for obligation .....	7,801	7,770	7,771
23.95 Total new obligations .....	-138	-107	-108
24.40 Unobligated balance carried forward, end of year .....	7,663	7,663	7,663

## General and special funds—Continued

## INTERNATIONAL FINANCIAL INSTITUTIONS—Continued

## GLOBAL ENVIRONMENT FACILITY—Continued

## Program and Financing (in millions of dollars)—Continued

Identification code 11-0077-0-1-151	2004 actual	2005 est.	2006 est.
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	139	108	108
40.35 Appropriation permanently reduced .....	-1	-1	
43.00 Appropriation (total discretionary) .....	138	107	108
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	264	257	217
73.10 Total new obligations .....	138	107	108
73.20 Total outlays (gross) .....	-145	-147	-125
74.40 Obligated balance, end of year .....	257	217	200
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	21	16	16
86.93 Outlays from discretionary balances .....	124	131	109
87.00 Total outlays (gross) .....	145	147	125
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	138	107	108
90.00 Outlays .....	145	147	125

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

During 2004, IBRD made new commitments of \$11 billion and gross disbursements were \$10.1 billion. Since its establishment in 1945, IBRD has made loans totaling \$394 billion. No request is being made for IBRD capital in 2006.

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 and, more recently, by reducing 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—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. Since its inception in 1991, GEF has allocated over \$4.5 billion in grants, leveraging over \$14 billion in co-financing, to support more than 1,300 projects in over 140 countries.

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 new private sector strategy, and the creation of an independent monitoring and evaluation (M&E) unit. Thus far, only one of these reforms—the creation of an M&E function—has been implemented.

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 included a

U.S. commitment of \$430 million in four equal installments (\$107.5 million) from 2003 to 2006, plus an incentive contribution of \$70 million in the fourth year provided GEF meets specific performance targets. However, GEF did not meet the conditions for the \$70 million contribution because it did not establish an operational performance-based allocation system by the fall 2004 deadline. In 2006, the Administration is requesting \$107.5 million toward the fourth and final installment of the U.S. contribution to GEF-3.

## CONTRIBUTION TO THE INTERNATIONAL DEVELOPMENT ASSOCIATION

For payment to the International Development Association by the Secretary of the Treasury, **[\$850,000,000]** \$950,000,000, to remain available until expended. (*Foreign Operations, Export Financing, and Related Programs Appropriations Act, 2005.*)

## Program and Financing (in millions of dollars)

Identification code 11-0073-0-1-151	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.01 Direct Program Activity .....	1,752	843	950
10.00 Total new obligations (object class 33.0) .....	1,752	843	950
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	844		
22.00 New budget authority (gross) .....	908	843	950
23.90 Total budgetary resources available for obligation .....	1,752	843	950
23.95 Total new obligations .....	-1,752	-843	-950
24.40 Unobligated balance carried forward, end of year .....			
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	913	850	950
40.35 Appropriation permanently reduced .....	-5	-7	
43.00 Appropriation (total discretionary) .....	908	843	950
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	805	1,224	1,256
73.10 Total new obligations .....	1,752	843	950
73.20 Total outlays (gross) .....	-1,332	-811	-851
74.40 Obligated balance, end of year .....	1,224	1,256	1,355
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	11	61	68
86.93 Outlays from discretionary balances .....	1,321	750	783
87.00 Total outlays (gross) .....	1,332	811	851
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	908	843	950
90.00 Outlays .....	1,333	811	851

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 2004, IDA made new commitments of \$9.1 billion, and IDA's gross disbursements were \$6.9 billion. Since its

establishment, IDA has made commitments totaling \$151 billion.

Under the fourteenth replenishment (IDA-14), IDA will provide total resources for prospective new commitments of \$35 billion over the 2006–2008 period. Through the IDA-14 replenishment negotiations, U.S. leadership secured a number of commitments for reform of IDA, most crucially resulting in a significant increase in grant financing, an expanded results measurement system, and progress toward greater transparency. IDA will provide approximately 45 percent of its total resources to the poorest countries as grants. Grant eligibility will be determined on the basis of debt sustainability with 47 countries (out of 60 IDA-only eligible countries) receiving grants. Furthermore, IDA committed to a robust performance measurement system, which will include country outcome indicators, sector-level output indicators (health, education, water supply, and transportation), country-level institutional indicators, and project-level indicators. The 2006 Budget consists of \$950 million for the first of three scheduled contributions under IDA-14. The U.S. pledge is \$2.85 billion over the three years (roughly 14 percent of total donor contributions) and is based on the reform commitments described above.

CONTRIBUTION TO THE MULTILATERAL INVESTMENT GUARANTEE  
AGENCY

*For payment to the Multilateral Investment Guarantee Agency by the Secretary of the Treasury, \$1,741,515, 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 to the callable capital portion of the United States share of such capital in an amount not to exceed \$8,126,527.*

Program and Financing (in millions of dollars)

Identification code 11-0084-0-1-151	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.01 Direct Program Activity .....	1		2
10.00 Total new obligations (object class 33.0) .....	1		2
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	1		2
23.95 Total new obligations .....	-1		-2
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	1		2
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....		22	22
73.10 Total new obligations .....	1		2
73.20 Total outlays (gross) .....	-1		-2
74.40 Obligated balance, end of year .....	22	22	22
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	1		2
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	1		2
90.00 Outlays .....	1		2

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 2004, MIGA issued 55 guaranteed contracts, with a maximum aggregate contingent li-

ability of \$1.1 billion. Since MIGA's inception, estimated foreign direct investment facilitated totals more than \$50 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.

In 2006, the Administration is requesting \$1.7 million to clear a portion of U.S. arrears to MIGA.

CONTRIBUTION TO THE INTER-AMERICAN INVESTMENT CORPORATION

*For payment to the Inter-American Investment Corporation by the Secretary of the Treasury, \$1,741,515, to remain available until expended.*

Program and Financing (in millions of dollars)

Identification code 11-0072-0-1-151	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.03 International Investment Corp. ....			2
10.00 Total new obligations (object class 33.0) .....			2
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	3,798	3,798	3,798
22.00 New budget authority (gross) .....			2
23.90 Total budgetary resources available for obligation .....	3,798	3,798	3,800
23.95 Total new obligations .....			-2
24.40 Unobligated balance carried forward, end of year .....	3,798	3,798	3,798
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....			2
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	39	18	7
73.10 Total new obligations .....			2
73.20 Total outlays (gross) .....	-21	-11	-5
74.40 Obligated balance, end of year .....	18	7	4
<b>Outlays (gross), detail:</b>			
86.93 Outlays from discretionary balances .....	21	11	5
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			2
90.00 Outlays .....	21	11	5

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 2004, IDB made new lending commitments of \$6.0 billion and gross disbursements were \$4.8 billion. Since its inception in 1960, IDB has lent \$133.6 billion.

IDB 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 2006.

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

**General and special funds—Continued**CONTRIBUTION TO THE MULTILATERAL INVESTMENT GUARANTEE  
AGENCY—ContinuedCONTRIBUTION TO THE INTER-AMERICAN INVESTMENT  
CORPORATION—Continued

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 2004, IIC approved 31 projects totaling \$163.6 million. Since its inception, the IIC has approved 349 projects for a total amount of \$1.9 billion. Of these, 148 projects, representing \$705.3 million, remain active.

In 2006, the Administration is requesting \$1.7 million to clear a portion of U.S. arrears to the IIC.

## 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, **[\$100,000,000]** \$115,250,000, to remain available until expended. (*Foreign Operations, Export Financing, and Related Programs Appropriations Act, 2005.*)

## Program and Financing (in millions of dollars)

Identification code 11-0076-0-1-151	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.02 Asian Development Fund .....	241	99	115
10.00 Total new obligations (object class 33.0) .....	241	99	115
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year	845	747	747
22.00 New budget authority (gross) .....	143	99	115
23.90 Total budgetary resources available for obligation	988	846	862
23.95 Total new obligations .....	-241	-99	-115
24.40 Unobligated balance carried forward, end of year	747	747	747
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	144	100	115
40.35 Appropriation permanently reduced .....	-1	-1	.....
43.00 Appropriation (total discretionary) .....	143	99	115
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	239	165	108
73.10 Total new obligations .....	241	99	115
73.20 Total outlays (gross) .....	-315	-156	-152
74.40 Obligated balance, end of year .....	165	108	71
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	76	25	29
86.93 Outlays from discretionary balances .....	239	131	123
87.00 Total outlays (gross) .....	315	156	152
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	143	99	115
90.00 Outlays .....	315	156	152

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-9, the United States successfully negotiated a comprehensive package of policy reforms and pledged \$461 million over four years.

ADF-9 put in place a number of important reform measures of high priority to the U.S. Donors agreed to establish a grant window for the first time, following the example of IDA and AFDF. Grants will comprise 21 percent of total assistance in the ADF-9 period. Donors also agreed to increase the weight given to good governance and strong policy performance in the system used to allocate ADF resources to borrowing countries. Internal governance has become more transparent and the Bank is making a greater effort to address the concerns of people adversely affected by Bank programs. As part of these efforts, ADB has significantly increased the resources available for anticorruption activities. With strong support from donors, management established a dedicated department to spearhead implementation of a new results measurement strategy throughout the institution. ADB continues to be strongly engaged in Afghanistan, has substantially increased its assistance for private sector development, and recently inaugurated a port security and anti-money laundering fund.

In 2004, ADB lent \$4.2 billion from its ordinary capital resources and extended \$1.4 billion in ADF and technical assistance resources. Since its founding in 1966, ADB has committed over \$104 billion in loans. In addition, ADB has made cumulative private sector loans and equity investments of over \$2.4 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 2006.

The 2006 request for ADF is for \$115.25 million in budget authority for our first of four scheduled contributions under ADF-9.

## CONTRIBUTION TO THE AFRICAN DEVELOPMENT BANK

For payment to the African Development Bank by the Secretary of the Treasury, **[\$4,100,000]** \$5,638,350, 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, **[\$106,000,000]** \$135,700,000, 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 **[\$79,532,933]** \$88,333,855. (*Foreign Operations, Export Financing, and Related Programs Appropriations Act, 2005.*)

## Program and Financing (in millions of dollars)

Identification code 11-0079-0-1-151	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.01 Fund .....	219	105	136
00.02 Ordinary Capital .....	5	4	5
10.00 Total new obligations (object class 33.0) .....	224	109	141
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year	107	.....	.....
22.00 New budget authority (gross) .....	117	109	141
23.90 Total budgetary resources available for obligation	224	109	141
23.95 Total new obligations .....	-224	-109	-141
24.40 Unobligated balance carried forward, end of year .....	.....	.....	.....

New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation .....	118	110	141
40.35	Appropriation permanently reduced .....	-1	-1	
43.00	Appropriation (total discretionary) .....	117	109	141
Change in obligated balances:				
72.40	Obligated balance, start of year .....	323	436	434
73.10	Total new obligations .....	224	109	141
73.20	Total outlays (gross) .....	-111	-111	-127
74.40	Obligated balance, end of year .....	436	434	448
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority .....	5	19	24
86.93	Outlays from discretionary balances .....	106	92	103
87.00	Total outlays (gross) .....	111	111	127
Net budget authority and outlays:				
89.00	Budget authority .....	117	109	141
90.00	Outlays .....	111	111	127

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 2004, AFDB approved 23 new projects amounting to about \$2.3 billion. Since its inception in 1963, AFDB has financed 957 projects amounting to about \$30.3 billion.

AFDF approved \$1.9 billion for 99 projects in 2004. Since its inception in 1974, cumulative AFDF lending totals an estimated \$21.2 billion for development projects.

The 2006 request for the African Development Bank Group includes \$141.3 million in budget authority and \$88.3 million in program limitations on callable capital subscriptions. The budget authority request consists of \$5.6 million in paid-in capital for the seventh installment on the U.S. share of AFDB's fifth capital increase; \$88.3 million in program limitations on callable capital; and \$135.7 million for the first of three installments on the U.S. share of the tenth replenishment of the AFDF (AFDF-10) covering the period 2006-2008. In December 2004, the United States and other donor countries reached agreement on the tenth replenishment of the AFDF (AFDF-10) that will cover 2005-2007. The United States exercised leadership under AFDF-10 in attaining a substantial increase in grant funding under an agreed debt sustainability framework, from the existing level of about 20 percent to approximately 45 percent of available resources. The replenishment also achieved several other key policy objectives: 1) greater selectivity and effectiveness of Fund operations; 2) enhanced transparency and anti-corruption measures; and 3) greater support to post-conflict countries.

#### 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]** *\$1,015,677* 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 **[\$121,996,662]** *\$2,249,888*. (*Foreign Operations, Export Financing, and Related Programs Appropriations Act, 2005.*)

Program and Financing (in millions of dollars)				
Identification code 11-0088-0-1-151				
		2004 actual	2005 est.	2006 est.
Obligations by program activity:				
00.01	Direct Program Activity .....	35	35	1
10.00	Total new obligations (object class 33.0) .....	35	35	1
Budgetary resources available for obligation:				
22.00	New budget authority (gross) .....	35	35	1
23.95	Total new obligations .....	-35	-35	-1
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation .....	35	35	1
Change in obligated balances:				
72.40	Obligated balance, start of year .....	43	42	41
73.10	Total new obligations .....	35	35	1
73.20	Total outlays (gross) .....	-36	-36	-17
74.40	Obligated balance, end of year .....	42	41	25
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority .....	19	19	1
86.93	Outlays from discretionary balances .....	17	17	16
87.00	Total outlays (gross) .....	36	36	17
Net budget authority and outlays:				
89.00	Budget authority .....	35	35	1
90.00	Outlays .....	36	36	17

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. 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 \$26 billion) which went into effect in April 1997.

A final payment of \$1.0 million is required to complete U.S. contributions of paid-in capital and clear arrears on past paid-in capital obligations.

As of the end of the third quarter of 2004, over 70 percent of the Bank's portfolio was in the private sector. Since its inception, the EBRD has provided over \$30 billion in financing for over 1,000 projects, contributing to investments in the region worth \$95 billion.

The 2006 request consists of \$1.0 million in budget authority for paid-in capital and \$2.2 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				
		2004 actual	2005 est.	2006 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

**General and special funds—Continued**

## NORTH AMERICAN DEVELOPMENT BANK—Continued

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 2006.

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 September 30, 2004, NADBank had approved \$97.1 million in loans for 21 projects and \$90.3 million in grants for technical assistance and project construction. It has also administered \$516.2 million in EPA-funded grants to 54 projects in Mexico and the United States. The total investment value of all the projects to which it provides funding is approximately \$2.3 billion.

In March 2002, President Bush and Mexican 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.

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, **[\$11,000,000] \$1,741,515**, to remain available until expended. (*Foreign Operations, Export Financing, and Related Programs Appropriations Act, 2005.*)

## Program and Financing (in millions of dollars)

Identification code 11-0089-0-1-151	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.01 Direct Program Activity .....	25	11	2
10.00 Total new obligations (object class 33.0) .....	25	11	2
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	25	11	2
23.95 Total new obligations .....	-25	-11	-2
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	25	11	2
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	121	109	83
73.10 Total new obligations .....	25	11	2
73.20 Total outlays (gross) .....	-37	-37	-38
74.40 Obligated balance, end of year .....	109	83	47
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	6	3	1
86.93 Outlays from discretionary balances .....	31	34	37
87.00 Total outlays (gross) .....	37	37	38
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	25	11	2
90.00 Outlays .....	37	37	38

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 661 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 2006, \$1.7 million is requested to clear a portion of arrears. Negotiations are underway for the first replenishment of MIF and are expected to be completed in early 2005. A request for the replenishment is expected for the 2007 Budget.

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, \$15,000,000, to remain available until expended. (*Foreign Operations, Export Financing, and Related Programs Appropriations Act, 2005.*)

## Program and Financing (in millions of dollars)

Identification code 11-1039-0-1-151	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.01 Direct Program Activity .....	15	15	15
10.00 Total new obligations (object class 33.0) .....	15	15	15
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	15	15	15
23.95 Total new obligations .....	-15	-15	-15
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	15	15	15
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	15	8	9
73.10 Total new obligations .....	15	15	15
73.20 Total outlays (gross) .....	-22	-14	-16
74.40 Obligated balance, end of year .....	8	9	8
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	7	7	7
86.93 Outlays from discretionary balances .....	15	7	9
87.00 Total outlays (gross) .....	22	14	16
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	15	15	15
90.00 Outlays .....	22	14	16

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 2006 request is \$15 million for the third 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]** \$20,000,000, to remain available until **[September 30, 2007]** expended, which shall be available notwithstanding any other provision of law. (*Foreign Operations, Export Financing, and Related Programs Appropriations Act, 2005.*)

## Program and Financing (in millions of dollars)

Identification code 11-1045-0-1-151	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.01 Obligations by program activity .....	43	32	25
09.01 Reimbursable program .....	7		
10.00 Total new obligations .....	50	32	25
<b>Budgetary resources available for obligation:</b>			
21.40 Budgetary resources available for obligation .....	38	39	26
22.00 New budget authority (gross) .....	38	19	20
22.10 Resources available from recoveries of prior year obligations .....	10		
22.22 Unobligated balance transferred from other accounts .....	4		
23.90 Total budgetary resources available for obligation .....	90	58	46
23.95 Total new obligations .....	-50	-32	-25
24.40 Unobligated balance carried forward, end of year .....	39	26	21
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 New budget authority (gross), detail .....	19	19	20
42.00 Transferred from other accounts .....	14		
43.00 Appropriation (total discretionary) .....	33	19	20
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	5		
70.00 Total new budget authority (gross) .....	38	19	20
<b>Change in obligated balances:</b>			
72.40 Change in obligated balances .....	27	32	38
73.10 Total new obligations .....	50	32	25
73.20 Total outlays (gross) .....	-33	-26	-33
73.40 Adjustments in expired accounts (net) .....	-2		
73.45 Recoveries of prior year obligations .....	-10		
74.40 Obligated balance, end of year .....	32	38	30
<b>Outlays (gross), detail:</b>			
86.90 Outlays (gross), detail .....	10	2	2
86.93 Outlays from discretionary balances .....	23	24	31
87.00 Total outlays (gross) .....	33	26	33
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Offsets .....	-5		
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	33	19	20
90.00 Outlays .....	28	26	33

This account provides 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 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 SEED and FREEDOM Support Acts, U.S. Treasury Department advisors have provided 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, the Treasury has also provided

assistance, using funding from USAID Development Assistance and the Economic Support Fund, to more than 50 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 \$20.0 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 and anti-money laundering. 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	2004 actual	2005 est.	2006 est.
<b>Direct obligations:</b>			
21.0 Travel and transportation of persons .....	5	5	5
25.1 Advisory and assistance services .....	38	27	20
99.0 Direct obligations .....	43	32	25
99.0 Reimbursable obligations .....	7		
99.9 Total new obligations .....	50	32	25

## GLOBAL FUND TO FIGHT AIDS, TUBERCULOSIS AND MALARIA

## Program and Financing (in millions of dollars)

Identification code 72-1028-0-1-151	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.01 Direct Program Activity .....	149		
10.00 Total new obligations (object class 41.0) .....	149		
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	149		
23.95 Total new obligations .....	-149		
<b>New budget authority (gross), detail:</b>			
Discretionary:			
42.00 Transferred from other accounts .....	149		
<b>Change in obligated balances:</b>			
73.10 Total new obligations .....	149		
73.20 Total outlays (gross) .....	-149		
<b>Outlays (gross), detail:</b>			
86.93 Outlays from discretionary balances .....	149		
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	149		
90.00 Outlays .....	149		

The Global Fund to Fight AIDS, Tuberculosis and Malaria (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 U.S. Agency for International Development, and the Department of State. 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

**General and special funds—Continued****GLOBAL FUND TO FIGHT AIDS, TUBERCULOSIS AND MALARIA—  
Continued**

groundbreaking UN General 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 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 pursues an integrated and balanced approach covering prevention, treatment, and care and support in dealing with these three diseases. The Global Fund seeks 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 makes use of existing international mechanism and health plans.

Approximately \$5.7 billion has been pledged 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 \$1.1 billion through 2004, and will provide \$347 million in 2005. An additional \$87.8 million carried forward from 2004 for the purpose of a United States contribution to the Global Fund is also available for contribution in 2005 resulting from legislation limiting the U.S. Government contribution to not exceed 33 percent of total contributions. The 2006 request includes \$100 million within the National Institutes of Allergy and Infectious Diseases (NIAID), \$100 million within USAID's Child Survival and Health Account and \$100 million from the Department of State's Global HIV/AIDS Initiative 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	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.01 Direct Program Activity .....	3		
10.00 Total new obligations (object class 33.0) .....	3		
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	3		
23.95 Total new obligations .....	-3		
24.40 Unobligated balance carried forward, end of year .....			
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....		3	
73.10 Total new obligations .....	3		
73.20 Total outlays (gross) .....		-3	
74.40 Obligated balance, end of year .....	3		
<b>Outlays (gross), detail:</b>			
86.93 Outlays from discretionary balances .....		3	
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			
90.00 Outlays .....		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, USAID has directly supported EBRD's activities in Kazakstan, Kyrgyzstan, Tajikistan, and Ukraine with \$8.3 million in assistance since 2002. In 2004, the Administration also provided \$2.5 million in FSA funds to support the Russian Small Business Fund (RSBF) 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. The total U.S. contribution to the RSBF is \$4.2 million.

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, **[\$328,394,000: Provided, That none of the funds appropriated under this heading may be made available to the International Atomic Energy Agency (IAEA)] \$281,908,000. (Foreign Operations, Export Financing, and Related Programs Appropriations Act, 2005.)**

**Program and Financing (in millions of dollars)**

Identification code 72-1005-0-1-151	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
01.01 Center for Human Settlements .....	1		
01.02 International Civil Aviation Organization .....	1	1	1
01.03 International Conservation Programs .....	6	6	6
01.04 International Contributions for Scientific, Educational .....	2	1	1
01.05 International Panel on Climate Change/UN Framework .....	6	6	5
01.06 Montreal Protocol Multilateral Fund .....	21	21	22
01.07 OAS Special Mission in Haiti .....	5		
01.08 UN Children's Fund .....	119	124	114
01.09 UN Development Fund for Women .....	1	3	1
01.10 UN Development Program .....	101	108	95
01.11 UN Environment Program .....	11	11	10
01.12 UN High Commissioner, Human Rights .....	3		
01.13 UN Voluntary Fund for the Technical Cooperation in .....			
the Field of Human Rights .....	1	1	1
01.14 UN Voluntary Fund for Victims of Torture .....	5	7	5
01.15 World Meteorological Organization .....	2	2	2
01.16 World Trade Organization .....	1	1	1
01.17 OAS Development Assistance Programs .....	5	5	5
01.18 OAS Fund for Strengthening Democracy .....	3	3	2
01.19 UN Office for the Coordinator for Humanitarian Affairs .....	1		1
01.20 Food and Agriculture Organization .....	1		
01.21 Other Programs .....	2	26	
01.22 UN International Democracy Fund .....			10
10.00 Total new obligations (object class 41.0) .....	298	326	282
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	295	326	282
22.10 Resources available from recoveries of prior year obli- .....			
gations .....	3		
23.90 Total budgetary resources available for obligation .....	298	326	282
23.95 Total new obligations .....	-298	-326	-282
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	322	328	282



40.35	Appropriation permanently reduced .....	-2	-2	
41.00	Transferred to other accounts .....	-25		
43.00	Appropriation (total discretionary) .....	295	326	282
<b>Change in obligated balances:</b>				
72.40	Obligated balance, start of year .....	49	30	23
73.10	Total new obligations .....	298	326	282
73.20	Total outlays (gross) .....	-310	-333	-285
73.40	Adjustments in expired accounts (net) .....	-4		
73.45	Recoveries of prior year obligations .....	-3		
74.40	Obligated balance, end of year .....	30	23	20
<b>Outlays (gross), detail:</b>				
86.90	Outlays from new discretionary authority .....	275	303	262
86.93	Outlays from discretionary balances .....	35	30	23
87.00	Total outlays (gross) .....	310	333	285
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	295	326	282
90.00	Outlays .....	310	333	285

**Performance Metrics**

Identification code 72-1005-0-1-151	2004 actual	2005 est.	2006 est.
Contribution to the United Nations Development Programme (UNDP):			
111101 "Operational Support Costs" as a Percentage of Total Costs .....		11%	11%

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 2006 request includes funding 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] of 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, \$100,000,000; and for the purposes of carrying out part V of the Foreign Assistance Act of 1961, \$99,750,000, to remain available until [September 30, 2007: *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] expended: *Provided [Further]*, That [up to \$75,000,000 of the funds appropriated under this heading may be used by] the Secretary of the Treasury *may use such funds* 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: *Provided further*, That none of the funds appropriated under this heading may be paid to the HIPC Trust Fund for the benefit of any country that has accepted loans from an international financial institution between such country's decision point and completion point: *Provided further*, That the terms "decision point" and "completion point" shall have the same meaning as defined by the International Monetary Fund]. (*Foreign Operations, Export Financing, and Related Programs Appropriations Act, 2005.*)

**General Fund Credit Receipt Accounts** (in millions of dollars)

Identification code 11-0091-0-1-151	2004 actual	2005 est.	2006 est.
0101 Negative subsidies/subsidy reestimates .....	54	121	

**Program and Financing** (in millions of dollars)

Identification code 11-0091-0-1-151	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.05 Upward reestimate (DSCA and USDA) .....	1	3	
01.01 HIPC Bilateral Debt Reduction .....	7	118	
01.02 HIPC Trust Fund .....		75	
01.03 Tropical Forest Conservation Initiative .....	20	20	
01.05 Pakistan Debt Reduction (ESF) .....	200		
01.06 Foreign Credit Reporting System (FCRS) .....	1	1	
01.07 General Debt Reduction .....			100
01.91 Direct Program by Activities—Subtotal (1 level)	228	214	100
10.00 Total new obligations (object class 41.0) .....	229	217	100
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year	56	143	25
22.00 New budget authority (gross) .....	296	99	100
22.22 Unobligated balance transferred from other accounts	20		
23.90 Total budgetary resources available for obligation	372	242	125
23.95 Total new obligations .....	-229	-217	-100
24.40 Unobligated balance carried forward, end of year	143	25	25

## Credit accounts—Continued

## DEBT RESTRUCTURING—Continued

## Program and Financing (in millions of dollars)—Continued

Identification code 11-0091-0-1-151	2004 actual	2005 est.	2006 est.
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	95	100	100
40.35 Appropriation permanently reduced .....		-1	
42.00 Transferred from other accounts .....	200		
43.00 Appropriation (total discretionary) .....	295	99	100
Mandatory:			
60.00 Appropriation .....	1		
70.00 Total new budget authority (gross) .....	296	99	100
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	332	427	306
73.10 Total new obligations .....	229	217	100
73.20 Total outlays (gross) .....	-133	-338	-300
74.40 Obligated balance, end of year .....	427	306	106
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....		79	80
86.93 Outlays from discretionary balances .....	132	259	220
86.97 Outlays from new mandatory authority .....	1		
87.00 Total outlays (gross) .....	133	338	300
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	296	99	100
90.00 Outlays .....	133	338	300

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

Identification code 11-0091-0-1-151	2004 actual	2005 est.	2006 est.
Direct loan subsidy budget authority:			
133001 Subsidy budget authority—Export-Import Bank .....		48	
133002 Subsidy budget authority—U.S. Agency for International Development .....	12	222	
133003 Subsidy budget authority—U.S. Department of Agriculture .....	16	57	
133004 Subsidy budget authority—Defense Security Cooperation Agency .....		11	
133901 Total subsidy budget authority .....	28	338	
Direct loan subsidy outlays:			
134001 Subsidy outlays to the Export-Import Bank .....		48	
134002 Subsidy outlays to the U.S. Agency for International Development .....	12	222	
134003 Subsidy outlays to the U.S. Department of Agriculture .....	16	57	
134004 Subsidy outlays to the Defense Security Cooperation Agency .....		11	
134901 Total subsidy outlays .....	28	338	
Direct loan upward reestimate subsidy budget authority:			
135004 Upward reestimates subsidy budget authority USDA/DSCA .....	1	3	
135901 Total upward reestimate budget authority .....	1	3	
Direct loan downward reestimate subsidy budget authority:			
137002 Downward reestimates subsidy budget authority .....	-54	-121	
137901 Total downward reestimate budget authority .....	-54	-121	

**Debt Reduction.**—The Administration requests \$99.75 million for bilateral Heavily Indebted Poor Country (HIPC) and poorest country debt reduction, HIPC Trust Fund, and Tropical Forest Conservation Act debt reduction programs.

**Multilateral Debt Reduction Programs for the Poorest.**—For the poorest countries, debt reduction provides an incentive to implement macro-economic 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 HIPC Initiative. The Administration requests funding for the cost of bilateral HIPC and poorest country debt reduction and for HIPC Trust Fund, which is administered by the World Bank and helps regional development banks and other multilateral institutions to meet their costs of debt relief. The United States has pledged a total of \$150 million to meet the additional financing needs of the HIPC Trust Fund consistent with the President's commitment at the 2002 G-8 Summit in Kananaskis, Canada to fund a share of HIPC financing shortfalls.

**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 Enterprise for the Americas Initiative (EAI), P.L. 105-214, as amended, allows the Administration to reduce outstanding concessional U.S. Agency for International Development and P.L. 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 currency resources to support programs to conserve tropical forests. TFCA debt reduction agreements have been concluded with eight countries: Bangladesh; Belize; El Salvador; Peru; the Philippines; Colombia; Jamaica; and Panama (two agreements). In total, these agreements will generate over time more than \$95 million to support forest conservation.

## 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, [2005] 2006, 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, [\$1,460,000,000] \$1,103,233,000, to remain available until September 30, [2006: Provided, That \$194,000,000 should be allocated for trade capacity building: Provided further, That \$300,000,000 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 \$15,000,000 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 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 \$20,000,000 should be made available for the American Schools and Hospitals Abroad program: 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 \$37,500, in addition to funds otherwise available for such purposes, may be used to monitor and provide oversight of such programs: Provided further, That funds appropriated under this heading should be made available for programs in sub-Saharan Africa to address sexual and gender-based violence: Provided further, That of the funds appropriated under this heading, \$2,000,000 should be

made available to develop clean water treatment activities in developing countries: *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] 2007. (*Foreign Operations, Export Financing, and Related Programs Appropriations Act, 2005.*)

**Program and Financing** (in millions of dollars)

Identification code 72-1021-0-1-151	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.01 Direct Program Activity .....	1,491	1,031	1,137
10.00 Total new obligations .....	1,491	1,031	1,137
<b>Budgetary resources available for obligation:</b>			
21.00 Unobligated balance carried forward, start of year	208	47	442
22.00 New budget authority (gross) .....	1,351	1,426	1,082
22.10 Resources available from recoveries of prior year obligations .....	24		
22.21 Unobligated balance transferred to other accounts	-33		
23.90 Total budgetary resources available for obligation	1,550	1,473	1,524
23.95 Total new obligations .....	-1,491	-1,031	-1,137
23.98 Unobligated balance expiring or withdrawn .....	-12		
24.40 Unobligated balance carried forward, end of year	47	442	387
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	1,385	1,460	1,103
40.35 Appropriation permanently reduced .....	-8	-12	
41.00 Transferred to other accounts .....	-54	-22	-21
42.00 Transferred from other accounts .....	25		
43.00 Appropriation (total discretionary) .....	1,348	1,426	1,082
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	3		
70.00 Total new budget authority (gross) .....	1,351	1,426	1,082
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	2,507	2,634	2,382
73.10 Total new obligations .....	1,491	1,031	1,137
73.20 Total outlays (gross) .....	-1,343	-1,283	-1,466
73.45 Recoveries of prior year obligations .....	-24		
74.10 Change in uncollected customer payments from Federal sources (expired) .....	3		
74.40 Obligated balance, end of year .....	2,634	2,382	2,053
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	111	143	108
86.93 Outlays from discretionary balances .....	1,232	1,140	1,358
87.00 Total outlays (gross) .....	1,343	1,283	1,466
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-3		
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	1,348	1,426	1,082
90.00 Outlays .....	1,340	1,283	1,466

**Development Assistance Programs.**—This account supports Agency efforts to promote transformational development in less-developed and selected middle-income countries. Transformational development brings far-reaching, fundamental changes in governance and institutional capacity, human capacity, and economic structure. Such development helps a country sustain further economic and social progress without depending on foreign aid. The goal of achieving transformational development pertains to stable developing countries which have significant need for concessional assistance and are committed to promoting economic freedom, ruling justly, and investing in people.

- Promoting economic freedom involves: support for increased agricultural production and food security, expanded access to micro-credit, expanded and strengthened private markets and public institutions that support these

markets so as to improve the business, trade and investment climate, and environmental protection.

- Ruling justly involves: efforts to 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.
- Investing in people focuses on: developing human resources, including improved and expanded access to basic education, especially for girls and women. It also includes support for higher education and training to produce skilled human resources needed for development.

The Administration's request includes funding to leverage the resources of private sector and non-governmental organization and other donors to achieve a much greater level of impact than would be possible with appropriated U.S. Agency for International Development (USAID) resources alone. Principal among the approaches to leverage additional resources is USAID's Global Development Alliance (GDA) business model which uses public-private alliances to address issues of economic freedom and investing in people. GDA recognizes that private enterprise and civil society have significant and growing resources and an expanded stake in international development.

**Object Classification** (in millions of dollars)

Identification code 72-1021-0-1-151	2004 actual	2005 est.	2006 est.
<b>Direct obligations:</b>			
21.0 Travel and transportation of persons .....	2	2	2
22.0 Transportation of things .....	4	4	4
25.1 Advisory and assistance services .....	20	20	20
25.2 Other services .....	92	92	92
26.0 Supplies and materials .....	7	7	7
41.0 Grants, subsidies, and contributions .....	1,363	906	1,012
99.0 Direct obligations .....	1,488	1,031	1,137
99.0 Reimbursable obligations .....	3		
99.9 Total new obligations .....	1,491	1,031	1,137

**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, [\$1,550,000,000] \$1,251,500,000, to remain available until September 30, [2006] 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] may be used as follows: [\$345,000,000 for child survival and maternal health; \$30,000,000 for vulnerable children; \$350,000,000 for HIV/AIDS including not less than \$30,000,000 to support the development of microbicides as a means for combating HIV/AIDS; \$200,000,000 for other infectious diseases; and \$375,000,000 for family planning/reproductive health, including in areas where population growth threatens biodiversity

**General and special funds—Continued****CHILD SURVIVAL AND HEALTH PROGRAMS FUND—Continued**  
(INCLUDING TRANSFER OF FUNDS)—Continued

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 \$250,000,000 shall be made available, (1) notwithstanding any other provision of law, except for the United States Leadership Against HIV/AIDS, Tuberculosis and Malaria Act of 2003 (Public Law 108–25), up to \$100,000,000 for a United States contribution to the Global Fund to Fight AIDS, Tuberculosis and Malaria (the “Global Fund”), [and] which 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 in the Foreign Operations, Export Financing, and Related Programs Appropriations Act, 2004, that were withheld from obligation to the Global Fund, not less than \$87,800,000 shall be made available to the Global Fund, notwithstanding section 202(d)(4) of Public Law 108–25 which required such withholding from the Global Fund in fiscal year 2004: *Provided further*, That the funds made available in the previous proviso] and which shall be subject to any withholding required by section 202(d)(4) of Public Law 108–25 for contributions made to the Global Fund in fiscal year [2005: *Provided further*, That] 2006; (2) up to 5 percent of the aggregate amount of funds made available to the Global Fund in fiscal year [2005] 2006 may be made available to the United States Agency for International Development for technical assistance related to the activities of the Global Fund: *Provided further*, That of the funds appropriated under this heading that are available for HIV/AIDS programs and activities, not less than \$27,000,000 should be made available for the International AIDS Vaccine Initiative: *Provided further*, That of the funds appropriated under this heading, \$65,000,000 should be made available for a United States contribution to The Vaccine Fund, and] ; (3) 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; (4) up to \$25,000,000, may be made available from the funds appropriated under this heading to the United Nations Population Fund if not otherwise prohibited: *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 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 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 ad-

verse 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 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 shall be medically accurate and shall include the public health benefits and failure rates of such use]. (*Foreign Operations, Export Financing, and Related Programs Appropriations Act, 2005.*)

**Program and Financing (in millions of dollars)**

Identification code 72–1095–0–1–151	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.01 Direct program .....	1,741	1,778	1,252
09.00 Reimbursable program .....	9		
10.00 Total new obligations .....	1,750	1,778	1,252
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year	144	240	
22.00 New budget authority (gross) .....	1,841	1,538	1,252
22.10 Resources available from recoveries of prior year obligations .....	13		
22.21 Unobligated balance transferred to other accounts	–8		
23.90 Total budgetary resources available for obligation	1,990	1,778	1,252
23.95 Total new obligations .....	–1,750	–1,778	–1,252
24.40 Unobligated balance carried forward, end of year	240		
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	1,835	1,550	1,252
40.35 Appropriation permanently reduced .....	–11	–12	
41.00 Transferred to other accounts .....	–1		
43.00 Appropriation (total discretionary) .....	1,823	1,538	1,252
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	18		
70.00 Total new budget authority (gross) .....	1,841	1,538	1,252
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	2,000	2,074	2,122
73.10 Total new obligations .....	1,750	1,778	1,252
73.20 Total outlays (gross) .....	–1,663	–1,730	–1,442
73.45 Recoveries of prior year obligations .....	–13		
74.40 Obligated balance, end of year .....	2,074	2,122	1,932
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	536	377	215
86.93 Outlays from discretionary balances .....	1,127	1,353	1,227
87.00 Total outlays (gross) .....	1,663	1,730	1,442

**Offsets:**

Against gross budget authority and outlays:

88.00 Offsetting collections (cash) from: Federal sources - 18 .....

**Net budget authority and outlays:**89.00 Budget authority ..... 1,823 1,538 1,252  
90.00 Outlays ..... 1,645 1,730 1,442

Investing in people, addressing global issues and other special concerns, stabilizing fragile states, and promoting transformational development are all supported by funds from the Child Survival and Health Account.

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	2004 actual	2005 est.	2006 est.
<b>Direct obligations:</b>			
21.0 Travel and transportation of persons .....	8	8	8
25.2 Other services .....	120	120	120
41.0 Grants, subsidies, and contributions .....	1,613	1,650	1,124
99.0 Direct obligations .....	1,741	1,778	1,252
99.0 Reimbursable obligations .....	9		
99.9 Total new obligations .....	1,750	1,778	1,252

**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, \$1,385,000,000, to remain available until expended: *Provided*, That of the funds appropriated under this heading, not more than \$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 of the funds appropriated under this heading, not less than \$27,000,000 should be made available for a United States contribution to UNAIDS. (Foreign Operations, Export Financing, and Related Programs Appropriations Act, 2005.)

**Program and Financing** (in millions of dollars)

Identification code 72-1030-0-1-151	2004 actual	2005 est.	2006 est.
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	491		
40.35 Appropriation permanently reduced .....	- 3		
41.00 Transferred to other accounts .....	- 488		
43.00 Appropriation (total discretionary) .....			
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			
90.00 Outlays .....			

This account is inactive. The 2005 appropriation and all future budgets will request funding for the Global HIV/AIDS Initiative in the 19-1030 account under the management of the Office of the Global AIDS Coordinator at the Department of State.

**DEVELOPMENT FUND FOR AFRICA****Program and Financing** (in millions of dollars)

Identification code 72-1014-0-1-151	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.01 Direct program .....	14	8	
10.00 Total new obligations .....	14	8	
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year	19	8	
22.10 Resources available from recoveries of prior year obligations .....	3		
23.90 Total budgetary resources available for obligation	22	8	
23.95 Total new obligations .....	- 14	- 8	
24.40 Unobligated balance carried forward, end of year	8		
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	15	11	11
73.10 Total new obligations .....	14	8	
73.20 Total outlays (gross) .....	- 15	- 8	- 8
73.45 Recoveries of prior year obligations .....	- 3		
74.40 Obligated balance, end of year .....	11	11	3
<b>Outlays (gross), detail:</b>			
86.93 Outlays from discretionary balances .....	15	8	8
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			
90.00 Outlays .....	15	8	8

For 2006, assistance to Africa will be requested in the Development Assistance and Child Survival and Health accounts.

**Object Classification** (in millions of dollars)

Identification code 72-1014-0-1-151	2004 actual	2005 est.	2006 est.
25.2 Other services .....	2		
41.0 Grants, subsidies, and contributions .....	12	8	
99.9 Total new obligations .....	14	8	

**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, \$396,600,000 \$382,000,000, to remain available until September 30, [2006] 2007, 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].

(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) [The provisions of section 529 of this Act shall apply to funds appropriated under this heading: *Provided*, That notwithstanding] *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.

(d) 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

**General and special funds—Continued**

**ASSISTANCE FOR EASTERN EUROPE AND THE BALTIC STATES—  
Continued**

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.】 (*Foreign Operations, Export Financing, and Related Programs Appropriations Act, 2005.*)

Program and Financing (in millions of dollars)			
Identification code 72-1010-0-1-151	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.01 Direct Program Activity .....	356	498	382
10.00 Total new obligations .....	356	498	382
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	102	105	
22.00 New budget authority (gross) .....	353	393	382
22.10 Resources available from recoveries of prior year obligations .....	15		
22.21 Unobligated balance transferred to other accounts .....	-8		
23.90 Total budgetary resources available for obligation .....	462	498	382
23.95 Total new obligations .....	-356	-498	-382
23.98 Unobligated balance expiring or withdrawn .....	-1		
24.40 Unobligated balance carried forward, end of year .....	105		
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	445	396	382
40.35 Appropriation permanently reduced .....	-3	-3	
41.00 Transferred to other accounts .....	-89		
43.00 Appropriation (total discretionary) .....	353	393	382
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	551	486	694
73.10 Total new obligations .....	356	498	382
73.20 Total outlays (gross) .....	-408	-290	-323
73.40 Adjustments in expired accounts (net) .....	2		
73.45 Recoveries of prior year obligations .....	-15		
74.40 Obligated balance, end of year .....	486	694	753
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	80	20	19
86.93 Outlays from discretionary balances .....	328	270	304
87.00 Total outlays (gross) .....	408	290	323
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	353	393	382
90.00 Outlays .....	408	290	323

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 United States 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 and Croatia.

**Object Classification (in millions of dollars)**

Identification code 72-1010-0-1-151		2004 actual	2005 est.	2006 est.
21.0	Travel and transportation of persons .....	2	2	2
25.1	Advisory and assistance services .....	45	45	45
25.2	Other services .....	98	98	98
41.0	Grants, subsidies, and contributions .....	211	353	237
99.9	Total new obligations .....	356	498	382

**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, 【\$560,000,000】 \$482,000,000, to remain available until September 30, 【2006】 2007: *Provided*, That the provisions of such chapters shall apply to funds appropriated by this paragraph: *Provided further*, That funds made available for the Southern Caucasus region may be used, notwithstanding any other provision of law, 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, \$3,859,000 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: *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 \$5,000,000 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 \$55,000,000 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.】

【(d)(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.】

【(e)】 (b) 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. (*Foreign Operations, Export Financing, and Related Programs Appropriations Act, 2005.*)

**Program and Financing** (in millions of dollars)

Identification code 72-1093-0-1-151	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.01 Direct Program Activity .....	544	730	482
10.00 Total new obligations .....	544	730	482
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year	221	175	1
22.00 New budget authority (gross) .....	489	556	482
22.10 Resources available from recoveries of prior year obligations .....	17		
22.21 Unobligated balance transferred to other accounts	-8		
23.90 Total budgetary resources available for obligation	719	731	483
23.95 Total new obligations .....	-544	-730	-482
23.97 Deficiency .....	1		
23.98 Unobligated balance expiring or withdrawn .....	-1		
24.40 Unobligated balance carried forward, end of year	175	1	1
<b>Net budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	587	560	482
40.35 Appropriation permanently reduced .....	-3	-4	
41.00 Transferred to other accounts .....	-95		
43.00 Appropriation (total discretionary) .....	489	556	482
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	628	604	912
73.10 Total new obligations .....	544	730	482
73.20 Total outlays (gross) .....	-552	-422	-451
73.40 Adjustments in expired accounts (net) .....	1		
73.45 Recoveries of prior year obligations .....	-17		
74.40 Obligated balance, end of year .....	604	912	943
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	103	28	24
86.93 Outlays from discretionary balances .....	449	394	427
87.00 Total outlays (gross) .....	552	422	451
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	489	556	482
90.00 Outlays .....	552	422	451

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 U.S. Agency for International Development 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 inde-

pendent media establishing the rule of law, and strengthening local governments.

Program resources requested in 2006 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.

**Object Classification** (in millions of dollars)

Identification code 72-1093-0-1-151	2004 actual	2005 est.	2006 est.
21.0 Travel and transportation of persons .....	3	2	2
25.1 Advisory and assistance services .....	16	16	16
25.2 Other services .....	55	55	55
41.0 Grants, subsidies, and contributions .....	470	657	409
99.9 Total new obligations .....	544	730	482

**SUB-SAHARAN AFRICA DISASTER ASSISTANCE**

**Program and Financing** (in millions of dollars)

Identification code 72-1040-0-1-151	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.01 Direct Program Activity .....		1	
10.00 Total new obligations (object class 41.0) .....		1	
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year		1	
22.10 Resources available from recoveries of prior year obligations .....	1		
23.90 Total budgetary resources available for obligation	1	1	
23.95 Total new obligations .....		-1	
24.40 Unobligated balance carried forward, end of year	1		
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	3	2	1
73.10 Total new obligations .....		1	
73.20 Total outlays (gross) .....		-2	
73.45 Recoveries of prior year obligations .....	-1		
74.40 Obligated balance, end of year .....	2	1	1
<b>Outlays (gross), detail:</b>			
86.93 Outlays from discretionary balances .....		2	
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			
90.00 Outlays .....	1	2	

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 and Famine 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 for international disaster relief, rehabilitation, and reconstruction assistance, \$335,500,000, to remain available until expended.

General and special funds—Continued

INTERNATIONAL DISASTER AND FAMINE ASSISTANCE—Continued

In addition, for necessary expenses [for assistance for famine prevention and relief, including for mitigation of the effects of famine, \$34,500,000, to remain available until expended: *Provided*, That such funds shall be made available] *as follows*, 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] \$20,000,000 for famine prevention and relief, including for mitigation of the effects of famine, to remain available until expended; and \$300,000,000 to meet emergency food needs, to remain available until expended. (*Foreign Operations, Export Financing, and Related Programs Appropriations Act, 2005.*)

[For an additional amount for “International Disaster and Famine Assistance”, \$100,000,000, to remain available until September 30, 2005: *Provided*, That funds appropriated by this paragraph shall be available to respond to the disasters caused by hurricanes and tropical storms in the Caribbean region: *Provided further*, That such amount is designated as an emergency requirement pursuant to section 402 of S. Con. Res. 95 (108th Congress), as made applicable to the House of Representatives by H. Res. 649 (108th Congress) and applicable to the Senate by section 14007 of Public Law 108–287: *Provided further*, That funds appropriated by this paragraph shall be available notwithstanding section 10 of Public Law 91–672 and section 15 of the State Department Basic Authorities Act of 1956.] (*Emergency Supplemental Appropriations for Hurricane Disasters Assistance Act, 2005.*)

Program and Financing (in millions of dollars)

Identification code 72–1035–0–1–151	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.01 Direct Program Activity .....	393	474	356
00.02 Emergency food aid .....			300
00.03 Direct Program Activity .....		118	
10.00 Total new obligations .....	393	592	656
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year	41	207	
22.00 New budget authority (gross) .....	545	385	656
22.10 Resources available from recoveries of prior year obligations .....	14		
23.90 Total budgetary resources available for obligation	600	592	656
23.95 Total new obligations .....	–393	–592	–656
24.40 Unobligated balance carried forward, end of year	207		
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	436	270	656
40.00 Appropriation—Supplemental funding .....		118	
40.35 Appropriation permanently reduced .....	–2	–3	
42.00 Transferred from other accounts .....	110		
43.00 Appropriation (total discretionary) .....	544	385	656
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	1		
70.00 Total new budget authority (gross) .....	545	385	656
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	410	387	591
73.10 Total new obligations .....	393	592	656
73.20 Total outlays (gross) .....	–402	–388	–527
73.45 Recoveries of prior year obligations .....	–14		
74.40 Obligated balance, end of year .....	387	591	720
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	392	97	247
86.93 Outlays from discretionary balances .....	10	291	280
87.00 Total outlays (gross) .....	402	388	527

Offsets:

Against gross budget authority and outlays:				
88.00	Offsetting collections (cash) from: Federal sources	–1		
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	544	385	656
90.00	Outlays .....	400	388	527

The International Disaster and Famine Assistance (IDFA) account provides funds for the management of humanitarian relief, rehabilitation, and reconstruction assistance to foreign countries struck by natural and man-made disasters and supports disaster prevention, mitigation and preparedness. USAID’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 2006 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 million for additional humanitarian needs in Sudan.

The 2006 request includes \$300 million for emergency food assistance. This funding will permit USAID to provide food assistance in the most timely and efficient manner to the most critical emergency food crises. This assistance will be used in those instances where the rapid use of cash assistance is critical to saving lives.

Use of the \$20 million 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	2004 actual	2005 est.	2006 est.
<b>Direct obligations:</b>			
21.0	Travel and transportation of persons .....	2	2
25.2	Other services .....	50	55
41.0	Grants, subsidies, and contributions .....	340	535
99.0	Direct obligations .....	392	592
99.0	Reimbursable obligations .....	1	
99.9	Total new obligations .....	393	592

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, [\$618,000,000] \$680,735,000, of which up to \$25,000,000 may remain available until September 30, [2006: *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] 2007: *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 [2006: *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] 2007: *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. (*Foreign Operations, Export Financing, and Related Programs Appropriations Act, 2005.*)

Program and Financing (in millions of dollars)			
Identification code 72-1000-0-1-151	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.01 Direct program .....	634	677	689
00.02 Foreign national separation fund .....	4	4	4
09.00 Reimbursable program .....	29	46	103
10.00 Total new obligations .....	667	727	796
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	25	69	12
22.00 New budget authority (gross) .....	682	658	784
22.10 Resources available from recoveries of prior year obligations .....	16	12	12
22.22 Unobligated balance transferred from other accounts .....	14		
23.90 Total budgetary resources available for obligation .....	737	739	808
23.95 Total new obligations .....	-667	-727	-796
23.98 Unobligated balance expiring or withdrawn .....	-1		
24.40 Unobligated balance carried forward, end of year .....	69	12	12
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	644	618	681
40.35 Appropriation permanently reduced .....	-3	-5	
41.00 Transferred to other accounts .....	-1	-1	
42.00 Transferred from other accounts .....	13		
43.00 Appropriation (total discretionary) .....	653	612	681
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash) .....	27	46	103
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	2		
68.90 Spending authority from offsetting collections (total discretionary) .....	29	46	103
70.00 Total new budget authority (gross) .....	682	658	784
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	161	165	196
73.10 Total new obligations .....	667	727	796
73.20 Total outlays (gross) .....	-645	-684	-848
73.45 Recoveries of prior year obligations .....	-16	-12	-12
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	-2		
74.40 Obligated balance, end of year .....	165	196	132
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	510	498	607
86.93 Outlays from discretionary balances .....	135	186	241
87.00 Total outlays (gross) .....	645	684	848
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources .....	-27	-46	-103
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	-2		
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	653	612	681
90.00 Outlays .....	618	638	745

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. These funds also support base mission costs in Iraq and Afghanistan,

which were previously funded through supplemental appropriations.

### Object Classification (in millions of dollars)

Identification code 72-1000-0-1-151	2004 actual	2005 est.	2006 est.
<b>Direct obligations:</b>			
Personnel compensation:			
11.1 Full-time permanent .....	182	187	196
11.3 Other than full-time permanent .....	2	2	2
11.5 Other personnel compensation .....	14	14	15
11.8 Special personal services payments .....	61	62	65
11.9 Total personnel compensation .....	259	265	278
12.1 Civilian personnel benefits .....	75	75	79
13.0 Benefits for former personnel .....	1	1	1
21.0 Travel and transportation of persons .....	28	29	32
22.0 Transportation of things .....	7	8	8
23.1 Rental payments to GSA .....	36	38	38
23.2 Rental payments to others .....	25	24	26
23.3 Communications, utilities, and miscellaneous charges .....	9	9	11
24.0 Printing and reproduction .....	2	2	2
25.1 Advisory and assistance services .....	6	6	8
25.2 Other services .....	77	81	93
25.3 Other purchases of goods and services from Government accounts .....	39	40	40
25.4 Operation and maintenance of facilities .....	6	7	7
25.7 Operation and maintenance of equipment .....	25	25	26
26.0 Supplies and materials .....	8	8	9
31.0 Equipment .....	24	26	25
32.0 Land and structures .....	7	34	7
41.0 Grants, subsidies, and contributions .....	1	1	1
42.0 Insurance claims and indemnities .....	1	1	1
43.0 Interest and dividends .....	1	1	1
99.0 Direct obligations .....	637	681	693
99.0 Reimbursable obligations .....	27	45	103
99.5 Below reporting threshold .....	3	1	
99.9 Total new obligations .....	667	727	796

### Personnel Summary

Identification code 72-1000-0-1-151	2004 actual	2005 est.	2006 est.
<b>Direct:</b>			
1001 Total compensable workyears: Civilian full-time equivalent employment .....	1,935	2,000	2,072
<b>Reimbursable:</b>			
2001 Total compensable workyears: Civilian full-time equivalent employment .....	6	126	356

### 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, **[\$59,000,000] \$77,700,000**, to remain available until expended: *Provided*, That this amount is in addition to funds otherwise available for such purposes: *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: *Provided further*, That of the amounts appropriated under this heading, not to exceed \$19,709,000 may be made available for the purposes of implementing the Capital Security Cost Sharing Program. (*Foreign Operations, Export Financing, and Related Programs Appropriations Act, 2005.*)

### Program and Financing (in millions of dollars)

Identification code 72-0300-0-1-151	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.01 Information Technology .....	22	32	22
00.02 New Construction from Terrorist Response .....	74	32	56
10.00 Total new obligations .....	96	64	78
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	3	5	
22.00 New budget authority (gross) .....	98	59	78

## General and special funds—Continued

## CAPITAL INVESTMENT FUND—Continued

## Program and Financing (in millions of dollars)—Continued

Identification code 72-0300-0-1-151	2004 actual	2005 est.	2006 est.
23.90 Total budgetary resources available for obligation	101	64	78
23.95 Total new obligations	-96	-64	-78
24.40 Unobligated balance carried forward, end of year	5		
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation—IT	20	32	22
40.00 Appropriation—New Construction	78	27	56
43.00 Appropriation (total discretionary)	98	59	78
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year	6	17	7
73.10 Total new obligations	96	64	78
73.20 Total outlays (gross)	-85	-74	-83
74.40 Obligated balance, end of year	17	7	2
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority	83	56	76
86.93 Outlays from discretionary balances	2	18	7
87.00 Total outlays (gross)	85	74	83
<b>Net budget authority and outlays:</b>			
89.00 Budget authority	98	59	78
90.00 Outlays	85	74	83

This account was established in 2003 for capital investments in information technology (IT)-related capital projects; \$21.9 million is being requested for this purpose in 2006. Funds from the Capital Investment Fund 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 USAID's per capita contribution to the Capital Security 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 2006.

## Performance Metrics

Identification code 72-0300-0-1-151	2004 actual	2005 est.	2006 est.
Operating Expenses and Capital Investment Fund (OE/CIF):			
230201 Average margin of positive responses over negative responses ("Margin of Victory") on Customer Service Survey for Management Offices		58.5	61.7
230204 Number of information security vulnerabilities per information technology hardware item (e.g. printer, computer)	1	.5	.25
230212 Procurement Cost-effectiveness Ratio (millions of contract and grant dollars awarded per procurement employee)	29.6		

## Object Classification (in millions of dollars)

Identification code 72-0300-0-1-151	2004 actual	2005 est.	2006 est.
25.2 Other services	22	32	22
32.0 Land and structures	74	32	56
99.9 Total new obligations	96	64	78

## TRANSITION INITIATIVES

For necessary expenses for international disaster rehabilitation and reconstruction assistance pursuant to section 491 of the Foreign Assistance Act of 1961, **[\$49,000,000] \$325,000,000**, 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] Secretary of State** 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. (*Foreign Operations, Export Financing, and Related Programs Appropriations Act, 2005.*)

## Program and Financing (in millions of dollars)

Identification code 72-1027-0-1-151	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.01 Direct Program Activity	61	56	325
10.00 Total new obligations	61	56	325
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year	12	7	
22.00 New budget authority (gross)	55	49	325
22.10 Resources available from recoveries of prior year obligations	1		
23.90 Total budgetary resources available for obligation	68	56	325
23.95 Total new obligations	-61	-56	-325
24.40 Unobligated balance carried forward, end of year	7		
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation	55	49	325
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year	34	51	66
73.10 Total new obligations	61	56	325
73.20 Total outlays (gross)	-43	-41	-115
73.45 Recoveries of prior year obligations	-1		
74.40 Obligated balance, end of year	51	66	276
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority	11	12	82
86.93 Outlays from discretionary balances	32	29	33
87.00 Total outlays (gross)	43	41	115
<b>Net budget authority and outlays:</b>			
89.00 Budget authority	55	49	325
90.00 Outlays	44	41	115

Programs funded by this account support critical interventions in priority fragile states that further efforts at stabilization, reform, and post-conflict reconstruction. Fragile states require early action and a fully integrated yet flexible response when countries are coping with periods of crisis.

The fundamental problem in fragile states is weak governance that undermines the state's ability to manage internal conflict, deliver basic services to its citizens, or prevent famine. Therefore the primary objective is to establish the basis for meaningful development by increasing stability and restoring minimal democratic governance and economic functions.

In priority crisis countries the Office of Transition Initiatives (OTI) will support, strengthen, or preserve democratic

institutions or processes, revitalize basic infrastructure and foster the peaceful resolution of conflict. The 2006 budget requests \$50 million for OTI.

Another \$275 million of the 2006 request will be used for Afghanistan, Ethiopia, Haiti, and Sudan. The distinguishing feature of programs supported by this account is the focus on integrated, near-term programs to support stabilization. The account would seek short-term impact and visible results while also laying the foundation for longer-term structural reform and development. Essential to this approach is the flexibility to develop and/or adjust programs in response to rapidly changing circumstances.

#### Object Classification (in millions of dollars)

Identification code 72-1027-0-1-151	2004 actual	2005 est.	2006 est.
25.2 Other services .....	5	5	5
41.0 Grants, subsidies, and contributions .....	56	51	320
99.9 Total new obligations .....	61	56	325

#### PAYMENT TO THE FOREIGN SERVICE RETIREMENT AND DISABILITY FUND

For payment to the "Foreign Service Retirement and Disability Fund", as authorized by the Foreign Service Act of 1980, [\$42,500,000] \$41,700,000. (*Foreign Operations, Export Financing, and Related Programs Appropriations Act, 2005.*)

#### Program and Financing (in millions of dollars)

Identification code 72-1036-0-1-153	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.01 Direct Program Activity .....	44	43	42
10.00 Total new obligations (object class 13.0) .....	44	43	42
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	44	43	42
23.95 Total new obligations .....	-44	-43	-42
<b>New budget authority (gross), detail:</b>			
Mandatory:			
60.00 Appropriation .....	44	43	42
<b>Change in obligated balances:</b>			
73.10 Total new obligations .....	44	43	42
73.20 Total outlays (gross) .....	-44	-43	-42
<b>Outlays (gross), detail:</b>			
86.97 Outlays from new mandatory authority .....	44	43	42
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	44	43	42
90.00 Outlays .....	44	43	42

The 2006 request will finance the 2006 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] \$36,000,000, to remain available until September 30, [2006] 2007, which sum shall be available for the Office of the Inspector General of the United States Agency for International Development. (*Foreign Operations, Export Financing, and Related Programs Appropriations Act, 2005.*)

#### Program and Financing (in millions of dollars)

Identification code 72-1007-0-1-151	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.01 Direct program .....	40	41	37
10.00 Total new obligations .....	40	41	37
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year	8	6	1
22.00 New budget authority (gross) .....	37	36	36
22.10 Resources available from recoveries of prior year obligations .....	1		
23.90 Total budgetary resources available for obligation	46	42	37
23.95 Total new obligations .....	-40	-41	-37
24.40 Unobligated balance carried forward, end of year	6	1	
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	35	35	36
42.00 Transferred from other accounts .....	2	1	
43.00 Appropriation (total discretionary) .....	37	36	36
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	9	14	8
73.10 Total new obligations .....	40	41	37
73.20 Total outlays (gross) .....	-33	-47	-36
73.45 Recoveries of prior year obligations .....	-1		
74.40 Obligated balance, end of year .....	14	8	9
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	26	29	29
86.93 Outlays from discretionary balances .....	7	18	7
87.00 Total outlays (gross) .....	33	47	36
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	37	36	36
90.00 Outlays .....	33	47	36

The funds cover the costs of operations of the Office of the Inspector General, U.S. 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	2004 actual	2005 est.	2006 est.
<b>Direct obligations:</b>			
Personnel compensation:			
11.1 Full-time permanent .....	16	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 .....	18	17	17
12.1 Civilian personnel benefits .....	5	6	6
21.0 Travel and transportation of persons .....	2	3	3
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	2	
25.2 Other services .....	1	2	1
25.3 Other purchases of goods and services from Government accounts .....	8	6	5
31.0 Equipment .....	1	1	
99.0 Direct obligations .....	40	41	36
99.5 Below reporting threshold .....			1
99.9 Total new obligations .....	40	41	37

#### Personnel Summary

Identification code 72-1007-0-1-151	2004 actual	2005 est.	2006 est.
<b>Direct:</b>			
1001 Total compensable workyears: Civilian full-time equivalent employment .....	177	185	187

**General and special funds—Continued**

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

**Personnel Summary—Continued**

Identification code 72-1007-0-1-151	2004 actual	2005 est.	2006 est.
Reimbursable:			
2001 Total compensable workyears: Civilian full-time equivalent employment .....	6		

**Public enterprise funds:**

PROPERTY MANAGEMENT FUND

**Program and Financing (in millions of dollars)**

Identification code 72-4175-0-3-151	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
09.01 Reimbursable program .....		1	1
10.00 Total new obligations (object class 32.0) .....		1	1
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	2	2	2
22.00 New budget authority (gross) .....		1	1
23.90 Total budgetary resources available for obligation .....	2	3	3
23.95 Total new obligations .....		-1	-1
24.40 Unobligated balance carried forward, end of year .....	2	2	2
<b>New budget authority (gross), detail:</b>			
Mandatory:			
69.00 Offsetting collections (cash) .....		1	1
<b>Change in obligated balances:</b>			
73.10 Total new obligations .....		1	1
73.20 Total outlays (gross) .....		-1	-2
<b>Outlays (gross), detail:</b>			
86.97 Outlays from new mandatory authority .....			1
86.98 Outlays from mandatory balances .....		1	1
87.00 Total outlays (gross) .....		1	2
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.40 Offsetting collections (cash) from: Non-Federal sources .....		-1	-1
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			
90.00 Outlays .....			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	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
09.01 Reimbursable program .....	5	8	10

09.09 Reimbursable program—subtotal line .....	5	8	10
10.00 Total new obligations .....	5	8	10

**Budgetary resources available for obligation:**

21.40 Unobligated balance carried forward, start of year .....	1	1	1
22.00 New budget authority (gross) .....	5	8	10
23.90 Total budgetary resources available for obligation .....	6	9	11
23.95 Total new obligations .....	-5	-8	-10
24.40 Unobligated balance carried forward, end of year .....	1	1	1

**New budget authority (gross), detail:**

Spending authority from offsetting collections:			
Discretionary:			
68.00 Offsetting collections (cash) .....	2	8	10
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	3		
68.90 Spending authority from offsetting collections (total discretionary) .....	5	8	10

**Change in obligated balances:**

72.40 Obligated balance, start of year .....	1	-2	-3
73.10 Total new obligations .....	5	8	10
73.20 Total outlays (gross) .....	-5	-9	-10
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	-3		
74.40 Obligated balance, end of year .....	-2	-3	-3

**Outlays (gross), detail:**

86.90 Outlays from new discretionary authority .....		8	10
86.93 Outlays from discretionary balances .....	5	1	
87.00 Total outlays (gross) .....	5	9	10

**Offsets:**

Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources .....	-2	-8	-10
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 .....			
90.00 Outlays .....	3	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	2004 actual	2005 est.	2006 est.
<b>Reimbursable obligations:</b>			
11.8 Personnel compensation: Special personal services payments .....	2	3	4
23.2 Rental payments to others .....	2	3	4
99.0 Reimbursable obligations .....	4	6	8
99.5 Below reporting threshold .....	1	2	2
99.9 Total new obligations .....	5	8	10

## DEBT REDUCTION, FINANCING ACCOUNT

## Program and Financing (in millions of dollars)

Identification code 72-4137-0-3-151	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.03 Interest on Treasury borrowing—EAI debt .....	8	6	4
08.03 Loan purchase from liquidating accounts .....	62	526	
10.00 Total new obligations .....	70	532	4
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year	99	87	103
22.00 New financing authority (gross) .....	58	576	46
22.10 Resources available from recoveries of prior year obligations .....	1		
22.60 Portion applied to repay debt .....		-28	-32
23.90 Total budgetary resources available for obligation	158	635	117
23.95 Total new obligations .....	-70	-532	-4
24.40 Unobligated balance carried forward, end of year	87	103	113
<b>New financing authority (gross), detail:</b>			
Mandatory:			
67.10 Authority to borrow .....	33	311	
69.00 Offsetting collections .....	13	43	46
69.00 Offsetting collections (Debt Reduction) .....	12	222	
69.90 Spending authority from offsetting collections (total mandatory) .....	25	265	46
70.00 Total new financing authority (gross) .....	58	576	46
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....		8	
73.10 Total new obligations .....	70	532	4
73.20 Total financing disbursements (gross) .....	-61	-540	-4
73.45 Recoveries of prior year obligations .....	-1		
74.40 Obligated balance, end of year .....	8		
87.00 Total financing disbursements (gross) .....	61	540	4
<b>Offsets:</b>			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Federal sources—subsidy received from debt reduction account .....	-12	-222	
88.25 Interest on uninvested funds .....		-21	-8
88.40 Non-federal sources (Principal Repayments) .....	-10	-22	-38
88.40 Non-Federal sources—NGO payments (Panama I/II, Colombia) .....	-3		
88.90 Total, offsetting collections (cash) .....	-25	-265	-46
<b>Net financing authority and financing disbursements:</b>			
89.00 Financing authority .....	33	311	
90.00 Financing disbursements .....	37	275	-42

## Status of Direct Loans (in millions of dollars)

Identification code 72-4137-0-3-151	2004 actual	2005 est.	2006 est.
Position with respect to appropriations act limitation on obligations:			
1111 Limitation on direct loans .....			
1150 Total direct loan obligations .....			
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year .....	175	219	716
1233 Disbursements: Purchase of loans assets from a liquidating account .....	62	526	
1251 Repayments: Repayments and prepayments .....	-10	-22	-38
1263 Write-offs for default: Direct loans .....	-8	-7	
1290 Outstanding, end of year .....	219	716	678

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	2003 actual	2004 actual
<b>ASSETS:</b>		
Federal assets:		
1101 Fund balances with Treasury .....	99	95
Investments in US securities:		
1106 Interest from Treasury Receivable, net .....	7	14
1106 Receivables, net .....	3	219
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross .....	175	219
1405 Allowance for subsidy cost (-) .....	-172	-190
1499 Net present value of assets related to direct loans .....	3	29
1999 Total assets .....	112	357
<b>LIABILITIES:</b>		
Federal liabilities:		
2101 Accounts payable .....		29
2102 Interest payable-BPD .....	4	10
2103 Debt—Prin Payable to BPD .....	30	111
2103 Debt (Debt Reduction) .....	78	207
2999 Total liabilities .....	112	357
4999 Total liabilities and net position .....	112	357

## LOAN GUARANTEES TO ISRAEL PROGRAM ACCOUNT

## General Fund Credit Receipt Accounts (in millions of dollars)

Identification code 72-0301-0-1-151	2004 actual	2005 est.	2006 est.
0102 Negative subsidies/subsidy reestimates .....	154	150	
<b>Program and Financing (in millions of dollars)</b>			
Identification code 72-0301-0-1-151			
<b>Obligations by program activity:</b>			
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		
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	20		
23.95 Total new obligations .....	-20		
<b>New budget authority (gross), detail:</b>			
Mandatory:			
60.00 Appropriation .....	20		
<b>Change in obligated balances:</b>			
73.10 Total new obligations .....	20		
73.20 Total outlays (gross) .....	-20		
<b>Outlays (gross), detail:</b>			
86.97 Outlays from new mandatory authority .....	20		
<b>Net budget authority and outlays:</b>			
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	2004 actual	2005 est.	2006 est.
Guaranteed loan levels supportable by subsidy budget authority:			
215001 Loan guarantee level .....	1,750	3,000	2,360
215901 Total loan guarantee levels .....	1,750	3,000	2,360
Guaranteed loan subsidy (in percent):			
232001 Loan guarantee level .....	0.00	0.00	0.00
Guaranteed loan subsidy budget authority:			
233001 Loan guarantee level .....			
233901 Total subsidy budget authority .....			

**Public enterprise funds—Continued****LOAN GUARANTEES TO ISRAEL PROGRAM ACCOUNT—Continued****Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)—Continued**

Identification code 72-0301-0-1-151	2004 actual	2005 est.	2006 est.
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 .....	-154	-150	
237901 Total downward reestimate subsidy budget authority .....	-154	-150	

**LOAN GUARANTEES TO ISRAEL FINANCING ACCOUNT****Program and Financing (in millions of dollars)**

Identification code 72-4119-0-3-151	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
08.02 Obligations for downward reestimates .....	95	111	
08.04 Obligations for interest on downward reestimates .....	59	39	
10.00 Total new obligations .....	154	150	
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	828	782	921
22.00 New financing authority (gross) .....	108	289	185
23.90 Total budgetary resources available for obligation .....	936	1,071	1,106
23.95 Total new obligations .....	-154	-150	
24.40 Unobligated balance carried forward, end of year .....	782	921	1,106
<b>New financing authority (gross), detail:</b>			
Discretionary:			
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....			
Mandatory:			
69.00 Offsetting collections (cash) .....	108	289	185
70.00 Total new financing authority (gross) .....	108	289	185

**Change in obligated balances:**

73.10 Total new obligations .....	154	150	
73.20 Total financing disbursements (gross) .....	-154	-150	
87.00 Total financing disbursements (gross) .....	154	150	

**Offsets:**

Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Federal sources (Upward reestimate of subsidy) .....	-20		
88.25 Interest on uninvested funds .....	-56	-130	-60
88.40 Non-Federal sources (Fees) .....	-32	-159	-125
88.90 Total, offsetting collections (cash) .....	-108	-289	-185

**Net financing authority and financing disbursements:**

89.00 Financing authority .....			
90.00 Financing disbursements .....	47	-139	-185

**Status of Guaranteed Loans (in millions of dollars)**

Identification code 72-4119-0-3-151	2004 actual	2005 est.	2006 est.
Position with respect to appropriations act limitation on commitments:			
2111 Limitation on guaranteed loans made by private lenders .....	3,000	3,000	
2121 Limitation available from carry-forward .....	1,400	2,360	2,360
2142 Uncommitted loan guarantee limitation .....	-290		

2143 Uncommitted limitation carried forward .....	-2,360	-2,360	
2150 Total guaranteed loan commitments .....	1,750	3,000	2,360
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year .....	10,789	12,323	17,571
2231 Disbursements of new guaranteed loans .....	1,750	5,360	
2251 Repayments and prepayments .....	-216	-112	-118
2290 Outstanding, end of year .....	12,323	17,571	17,453

**Memorandum:**

2299 Guaranteed amount of guaranteed loans outstanding, end of year .....	12,323	17,571	17,453
---	--------	--------	--------

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

Identification code 72-4119-0-3-151	2004 actual	2005 est.	2006 est.
Direct loan downward reestimate subsidy budget authority:			
137001 Downward reestimates subsidy budget authority—Reestimates .....	95	111	
137002 Downward reestimates subsidy budget authority—Interest .....	59	39	
137901 Total downward reestimate budget authority .....	154	150	

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	2003 actual	2004 actual
<b>ASSETS:</b>		
1101 Federal assets: Fund balances with Treasury .....	828	782
1999 Total assets .....	828	782
<b>LIABILITIES:</b>		
2204 Non-Federal liabilities: Liabilities for loan guarantees .....	828	782
2999 Total liabilities .....	828	782
4999 Total liabilities and net position .....	828	782

**URBAN AND ENVIRONMENTAL CREDIT PROGRAM ACCOUNT****General Fund Credit Receipt Accounts (in millions of dollars)**

Identification code 72-0401-0-1-151	2004 actual	2005 est.	2006 est.
0101 Negative subsidies/subsidy reestimates .....		7	

**Program and Financing (in millions of dollars)**

Identification code 72-0401-0-1-151	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.07 Reestimates of loan guarantees .....	48	2	
00.08 Interest on reestimates of loan guarantee subsidy .....	27	1	
10.00 Total new obligations (object class 41.0) .....	75	3	
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	75	3	
23.95 Total new obligations .....	-75	-3	

**New budget authority (gross), detail:**

Mandatory:			
60.00 Appropriation .....	75	3	

**Change in obligated balances:**

72.40 Obligated balance, start of year .....	2	1	1
73.10 Total new obligations .....	75	3	
73.20 Total outlays (gross) .....	-75	-3	

73.40	Adjustments in expired accounts (net)	-1		
74.40	Obligated balance, end of year	1	1	1
<b>Outlays (gross), detail:</b>				
86.97	Outlays from new mandatory authority	75	3	
<b>Net budget authority and outlays:</b>				
89.00	Budget authority	75	3	
90.00	Outlays	75	3	

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

Identification code 72-0401-0-1-151	2004 actual	2005 est.	2006 est.
Guaranteed loan upward reestimate subsidy budget authority:			
235001 UE	75	3	
235901 Total upward reestimate budget authority	75	3	
Guaranteed loan downward reestimate subsidy budget authority:			
237001 UE		-7	
237901 Total downward reestimate subsidy budget authority		-7	

**URBAN AND ENVIRONMENTAL CREDIT PROGRAM GUARANTEED LOAN FINANCING ACCOUNT**

**Program and Financing (in millions of dollars)**

Identification code 72-4344-0-3-151	2004 actual	2005 est.	2006 est.	
<b>Obligations by program activity:</b>				
00.01	Default Claims	4	10	10
08.02	Downward reestimate paid to receipt account		4	
08.04	Interest on downward reestimates		3	
08.91	Direct Program by Activities—Subtotal (1 level)		7	
10.00	Total new obligations	4	17	10
<b>Budgetary resources available for obligation:</b>				
21.40	Unobligated balance carried forward, start of year	50	126	122
22.00	New financing authority (gross)	77	13	6
22.10	Resources available from recoveries of prior year obligations	3		
23.90	Total budgetary resources available for obligation	130	139	128
23.95	Total new obligations	-4	-17	-10
24.40	Unobligated balance carried forward, end of year	126	122	118
<b>New financing authority (gross), detail:</b>				
Mandatory:				
69.00	Offsetting collections (cash)	77	13	6
<b>Change in obligated balances:</b>				
72.40	Obligated balance, start of year	4	1	1
73.10	Total new obligations	4	17	10
73.20	Total financing disbursements (gross)	-4	-17	-10
73.45	Recoveries of prior year obligations	-3		
74.40	Obligated balance, end of year	1	1	1
87.00	Total financing disbursements (gross)	4	17	10
<b>Offsets:</b>				
Against gross financing authority and financing disbursements:				
Offsetting collections (cash) from:				
88.00	Federal sources-Reestimates	-75	-3	
88.25	Interest on uninvested funds		-8	-4
88.40	Non-Federal sources	-2	-2	-2
88.90	Total, offsetting collections (cash)	-77	-13	-6
<b>Net financing authority and financing disbursements:</b>				
89.00	Financing authority			
90.00	Financing disbursements	-73	4	4

**Status of Guaranteed Loans (in millions of dollars)**

Identification code 72-4344-0-3-151	2004 actual	2005 est.	2006 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	540	526	486
2231	Disbursements of new guaranteed loans			
2251	Repayments and prepayments	-10	-30	-30
Adjustments:				
2263	Terminations for default that result in claim payments	-4	-10	-10
2264	Other adjustments, net			
2290	Outstanding, end of year	526	486	446
Memorandum:				
2299	Guaranteed amount of guaranteed loans outstanding, end of year	526	486	446

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 U.S. Agency for International Development 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	2003 actual	2004 actual	
<b>ASSETS:</b>			
1101	Federal assets: Fund balances with Treasury	54	127
1999	Total assets	54	127
<b>LIABILITIES:</b>			
2204	Non-Federal liabilities: Liabilities for loan guarantees	54	127
2999	Total liabilities	54	127
4999	Total liabilities and net position	54	127

**HOUSING AND OTHER CREDIT GUARANTY PROGRAMS LIQUIDATING ACCOUNT**

**Program and Financing (in millions of dollars)**

Identification code 72-4340-0-3-151	2004 actual	2005 est.	2006 est.	
<b>Obligations by program activity:</b>				
00.01	Claims payments	26	12	16
00.04	Refund of Nicaraguan Subsidy		3	
10.00	Total new obligations (object class 42.0)	26	15	16
<b>Budgetary resources available for obligation:</b>				
21.40	Unobligated balance carried forward, start of year	102	26	
22.00	New budget authority (gross)	55	50	32
22.40	Capital transfer to general fund	-105	-61	-16
23.90	Total budgetary resources available for obligation	52	15	16
23.95	Total new obligations	-26	-15	-16
24.40	Unobligated balance carried forward, end of year	26		
<b>New budget authority (gross), detail:</b>				
Mandatory:				
60.00	Appropriation	55	50	32
69.00	Offsetting collections (cash)	59	52	42
69.27	Capital transfer to general fund	-59	-52	-42
69.90	Spending authority from offsetting collections (total mandatory)			
70.00	Total new budget authority (gross)	55	50	32

**Public enterprise funds—Continued**

**HOUSING AND OTHER CREDIT GUARANTY PROGRAMS LIQUIDATING ACCOUNT—Continued**

**Program and Financing (in millions of dollars)—Continued**

Identification code 72-4340-0-3-151	2004 actual	2005 est.	2006 est.
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year	8	4	4
73.10 Total new obligations	26	15	16
73.20 Total outlays (gross)	-30	-15	-16
74.40 Obligated balance, end of year	4	4	4
<b>Outlays (gross), detail:</b>			
86.97 Outlays from new mandatory authority	30	15	16
<b>Offsets:</b>			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources (debt reduction)		-6	
88.40 Receipts of principal resulting from rescheduled claims	-21	-20	-18
88.40 Recoveries of claims receivable	-6	-1	-1
88.40 Fees	-5	-5	-5
88.40 Interest & late pmt. collection	-18	-20	-18
88.40 Non-Federal sources	-9		
88.90 Total, offsetting collections (cash)	-59	-52	-42
<b>Net budget authority and outlays:</b>			
89.00 Budget authority	-4	-2	-10
90.00 Outlays	-29	-37	-26

**Status of Guaranteed Loans (in millions of dollars)**

Identification code 72-4340-0-3-151	2004 actual	2005 est.	2006 est.
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year	1,361	1,310	1,218
2251 Repayments and prepayments	-21	-80	-71
Adjustments:			
2261 Terminations for default that result in loans receivable	-30	-12	-16
2264 Other adjustments, net			
2290 Outstanding, end of year	1,310	1,218	1,131
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year	1,310	1,218	1,131
Addendum:			
Cumulative balance of defaulted guaranteed loans that result in loans receivable:			
2310 Outstanding, start of year	499	507	498
2331 Disbursements for guaranteed loan claims	30	12	16
2351 Repayments of loans receivable	-22	-21	-19
2351 Repayments of loans receivable (DRC loans transferred to 72-4137)			
2351 Repayments of loans receivable (Jordan loans transferred to 72-4137)			
2351 Repayments of loans receivable (Nicaragua)			
2361 Write-offs of loans receivable			
2364 Other adjustments, net			
2390 Outstanding, end of year	507	498	495

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	2003 actual	2004 actual
<b>ASSETS:</b>		
1101 Federal assets: Fund balances with Treasury	110	30

1206 Non-Federal assets: Receivables, net	8	8
Net value of assets related to pre-1992 direct loans receivable and acquired defaulted guaranteed loans receivable:		
1701 Defaulted guaranteed loans, gross	499	507
1702 Interest receivable	42	12
1703 Allowance for estimated uncollectible loans and interest (-)	-190	-224
1704 Defaulted guaranteed loans and interest receivable, net	351	295
1799 Value of assets related to loan guarantees	351	295
1999 Total assets	469	333
<b>LIABILITIES:</b>		
2104 Federal liabilities: Resources payable to Treasury	91	91
2204 Non-Federal liabilities: Liabilities for loan guarantees	378	242
2999 Total liabilities	469	333
4999 Total liabilities and net position	469	333

**MICRO AND SMALL ENTERPRISE DEVELOPMENT PROGRAM ACCOUNT**

**General Fund Credit Receipt Accounts (in millions of dollars)**

Identification code 72-0400-0-1-151	2004 actual	2005 est.	2006 est.
0101 Negative subsidies/subsidy reestimates	2	3	

**Program and Financing (in millions of dollars)**

Identification code 72-0400-0-1-151	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.02 Loan guarantee subsidy	1		
00.07 Reestimates on loan guarantee subsidy	4	1	
00.08 Interest on reestimates of loan guarantee subsidy	1		
10.00 Total new obligations (object class 41.0)	6	1	
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year		1	1
22.00 New budget authority (gross)	5	1	
22.10 Resources available from recoveries of prior year obligations	1		
23.90 Total budgetary resources available for obligation	6	2	1
23.95 Total new obligations	-6	-1	
24.40 Unobligated balance carried forward, end of year	1	1	1

**New budget authority (gross), detail:**

<b>Mandatory:</b>			
60.00 Appropriation—reestimates	5	1	

**Change in obligated balances:**

72.40 Obligated balance, start of year	7	4	3
73.10 Total new obligations	6	1	
73.20 Total outlays (gross)	-8	-2	-1
73.45 Recoveries of prior year obligations	-1		
74.40 Obligated balance, end of year	4	3	2

**Outlays (gross), detail:**

86.93 Outlays from discretionary balances	3	1	1
86.97 Outlays from new mandatory authority	5	1	
87.00 Total outlays (gross)	8	2	1

**Net budget authority and outlays:**

89.00 Budget authority	5	1	
90.00 Outlays	8	2	1

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

Identification code 72-0400-0-1-151	2004 actual	2005 est.	2006 est.
<b>Guaranteed loan subsidy budget authority:</b>			
233001 MSED Loan Guarantee	1		



233901 Total subsidy budget authority .....	1		
Guaranteed loan subsidy outlays:			
234001 MSE Loan Guarantee .....	3	1	1
234901 Total subsidy outlays .....	3	1	1
Guaranteed loan upward reestimate subsidy budget authority:			
235001 MSE Loan Guarantee .....	5	1	
235901 Total upward reestimate budget authority .....	5	1	
Guaranteed loan downward reestimate subsidy budget authority:			
237001 MSE Loan Guarantee .....	-2	-3	
237901 Total downward reestimate subsidy budget authority .....	-2	-3	

**MICROENTERPRISE AND SMALL ENTERPRISE DEVELOPMENT CREDIT  
DIRECT LOAN FINANCING ACCOUNT**

**Program and Financing (in millions of dollars)**

Identification code 72-4342-0-3-151	2004 actual	2005 est.	2006 est.
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	2		
22.60 Portion applied to repay debt .....	-2		
23.90 Total budgetary resources available for obligation .....			
23.95 Total new obligations .....			
24.40 Unobligated balance carried forward, end of year .....			
<b>Change in obligated balances:</b>			
73.10 Total new obligations .....			
73.20 Total financing disbursements (gross) .....			
<b>Net financing authority and financing disbursements:</b>			
89.00 Financing authority .....			
90.00 Financing disbursements .....			

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	2003 actual	2004 actual
<b>ASSETS:</b>		
1101 Federal assets: Fund balances with Treasury .....	2	
1999 Total assets .....	2	
<b>LIABILITIES:</b>		
Federal liabilities:		
2103 Debt—BPD .....	1	
2103 Debt .....	1	
2999 Total liabilities .....	2	
4999 Total liabilities and net position .....	2	

**MICROENTERPRISE AND SMALL ENTERPRISE DEVELOPMENT  
GUARANTEED LOAN FINANCING ACCOUNT**

**Program and Financing (in millions of dollars)**

Identification code 72-4343-0-3-151	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.01 Default claims .....	3	1	1
08.02 Downward Reestimates paid to receipt account .....	2	3	
10.00 Total new obligations .....	5	4	1

<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	3	1	
22.00 New financing authority (gross) .....	8	2	1
23.90 Total budgetary resources available for obligation .....	8	5	2
23.95 Total new obligations .....	-5	-4	-1
24.40 Unobligated balance carried forward, end of year .....	3	1	1

<b>New financing authority (gross), detail:</b>			
Discretionary:			
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....			
Mandatory:			
69.00 Offsetting collections (cash) .....	8	2	1
70.00 Total new financing authority (gross) .....	8	2	1

<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	-3	2	2
73.10 Total new obligations .....	5	4	1
73.20 Total financing disbursements (gross) .....		-4	-1
74.40 Obligated balance, end of year .....	2	2	2
87.00 Total financing disbursements (gross) .....		4	1

<b>Offsets:</b>			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Federal sources-program subsidy .....	-3	-1	-1
88.00 Federal sources-refund .....			
88.00 Federal sources—reestimates .....	-5	-1	
88.90 Total, offsetting collections (cash) .....	-8	-2	-1

<b>Net financing authority and financing disbursements:</b>			
89.00 Financing authority .....			
90.00 Financing disbursements .....	-6	2	

**Status of Guaranteed Loans (in millions of dollars)**

Identification code 72-4343-0-3-151	2004 actual	2005 est.	2006 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 .....	44	76	50
2231 Disbursements of new guaranteed loans .....	6		
2251 Repayments and prepayments .....		-25	-15
Adjustments:			
2263 Terminations for default that result in claim payments .....	-3	-1	-1
2264 Other adjustments, net .....	29		
2290 Outstanding, end of year .....	76	50	34
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year .....	38	25	17

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 U.S. Agency for International Development 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	2003 actual	2004 actual
<b>ASSETS:</b>		
Federal assets:		
1101 Fund balances with Treasury .....	-3	4

Public enterprise funds—Continued

MICROENTERPRISE AND SMALL ENTERPRISE DEVELOPMENT  
GUARANTEED LOAN FINANCING ACCOUNT—Continued

Balance Sheet (in millions of dollars)—Continued

Identification code 72-4343-0-3-151	2003 actual	2004 actual
Investments in US securities:		
1106 Receivables, net	5	1
1999 Total assets	2	5
LIABILITIES:		
2204 Non-Federal liabilities: Liabilities for loan guarantees	2	5
2999 Total liabilities	2	5
4999 Total liabilities and net position	2	5

PRIVATE SECTOR REVOLVING FUND LIQUIDATING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 72-4341-0-3-151	2004 actual	2005 est.	2006 est.
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year		1	
22.00 New budget authority (gross)	1		
22.40 Capital transfer to general fund		-1	
23.90 Total budgetary resources available for obligation	1		
24.40 Unobligated balance carried forward, end of year	1		
<b>New budget authority (gross), detail:</b>			
Mandatory:			
69.00 Offsetting collections (cash)	1		
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.40 Offsetting collections (cash) from: Non-Federal sources	-1		
<b>Net budget authority and outlays:</b>			
89.00 Budget authority			
90.00 Outlays	-1		

Status of Direct Loans (in millions of dollars)

Identification code 72-4341-0-3-151	2004 actual	2005 est.	2006 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	1		
1251 Repayments: Repayments and prepayments	-1		
1290 Outstanding, end of year			

Balance Sheet (in millions of dollars)

Identification code 72-4341-0-3-151	2003 actual	2004 actual
ASSETS:		
Net value of assets related to pre-1992 direct loans receivable and acquired defaulted guaranteed loans receivable:		
1601 Direct loans, gross	1	1
1603 Allowance for estimated uncollectible loans and interest (-)	-1	-1
1699 Value of assets related to direct loans		
1999 Total assets		

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, 2009, 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 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 the provisions of section 107A(d) (relating to general provisions applicable to the Development Credit Authority) of the Foreign Assistance Act of 1961, as contained in section 306 of H.R. 1486 as reported by the House Committee on International Relations on May 9, 1997, shall be applicable to direct loans and loan guarantees provided under this heading: *Provided further*, *That these funds are available to subsidize total loan principal, any portion 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. (*Foreign Operations, Export Financing, and Related Programs Appropriations Act, 2005.*)

General Fund Credit Receipt Accounts (in millions of dollars)

Identification code 72-1264-0-1-151	2004 actual	2005 est.	2006 est.
0102 Negative subsidies/subsidy reestimates		3	

Program and Financing (in millions of dollars)

Identification code 72-1264-0-1-151	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.02 Guaranteed loan subsidy	10	21	21
00.07 Reestimates of loan guarantee subsidy	1		
00.09 Administrative Expenses	10	9	8
10.00 Total new obligations	21	30	29
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year	7	10	9
22.00 New budget authority (gross)	21	29	29
22.10 Resources available from recoveries of prior year obligations	2		
22.22 Unobligated balance transferred from other accounts	1		
23.90 Total budgetary resources available for obligation	31	39	38
23.95 Total new obligations	-21	-30	-29
24.40 Unobligated balance carried forward, end of year	10	9	9
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation	8	8	8
42.00 Transferred from other accounts	12	21	21
43.00 Appropriation (total discretionary)	20	29	29
Mandatory:			
60.00 Appropriation—Reestimates	1		
70.00 Total new budget authority (gross)	21	29	29
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year	19	27	38
73.10 Total new obligations	21	30	29
73.20 Total outlays (gross)	-11	-19	-26
73.45 Recoveries of prior year obligations	-2		

74.40	Obligated balance, end of year .....	27	38	41
<b>Outlays (gross), detail:</b>				
86.90	Outlays from new discretionary authority .....	4	12	12
86.93	Outlays from discretionary balances .....	6	7	14
86.97	Outlays from new mandatory authority .....	1		
87.00	Total outlays (gross) .....	11	19	26
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	21	29	29
90.00	Outlays .....	10	19	26

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

Identification code 72-1264-0-1-151	2004 actual	2005 est.	2006 est.
Guaranteed loan levels supportable by subsidy budget authority:			
215001 DCA .....	351	487	539
215901 Total loan guarantee levels .....	351	487	539
Guaranteed loan subsidy (in percent):			
232001 DCA .....	3.11	4.31	3.90
232901 Weighted average subsidy rate .....	3.11	4.31	3.90
Guaranteed loan subsidy budget authority:			
233001 DCA .....	10	21	21
233901 Total subsidy budget authority .....	10	21	21
Guaranteed loan subsidy outlays:			
234001 DCA .....	2	8	8
234901 Total subsidy outlays .....	2	8	8
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 Downward reestimate subsidy budget authority .....		-3	
237901 Total downward reestimate subsidy budget authority .....		-3	
Administrative expense data:			
351001 Budget authority .....	8	8	8
358001 Outlays from balances .....	3	4	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 2006 U.S. Agency for International Development 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	2004 actual	2005 est.	2006 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 .....	4	3	2
25.3	Other purchases of goods and services from Government accounts .....	2	2	2
41.0	Grants, subsidies, and contributions .....	10	21	21
41.0	Subsidy for Reestimates .....	1		
99.9	Total new obligations .....	21	30	29

**Personnel Summary**

Identification code 72-1264-0-1-151	2004 actual	2005 est.	2006 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	2004 actual	2005 est.	2006 est.	
<b>Obligations by program activity:</b>				
00.01	Default Claims .....		2	3
08.02	Downward reestimates .....		3	
10.00	Total new obligations .....		5	3
<b>Budgetary resources available for obligation:</b>				
21.40	Unobligated balance carried forward, start of year .....	3	7	13
22.00	New financing authority (gross) .....	4	11	12
23.90	Total budgetary resources available for obligation .....	7	18	25
23.95	Total new obligations .....		-5	-3
24.40	Unobligated balance carried forward, end of year .....	7	13	22
<b>New financing authority (gross), detail:</b>				
Mandatory:				
69.00	Offsetting collections (cash) .....	4	11	12
<b>Change in obligated balances:</b>				
73.10	Total new obligations .....		5	3
73.20	Total financing disbursements (gross) .....		-5	-3
87.00	Total financing disbursements (gross) .....		5	3
<b>Offsets:</b>				
Against gross financing authority and financing disbursements:				
Offsetting collections (cash) from:				
88.00	Federal sources: Subsidy payments from program account .....	-2	-8	-8
88.00	Federal sources—Reestimates .....	-1		
88.25	Interest on uninvested funds .....		-1	-1
88.40	Non-Federal sources .....	-1	-2	-3
88.90	Total, offsetting collections (cash) .....	-4	-11	-12
<b>Net financing authority and financing disbursements:</b>				
89.00	Financing authority .....			
90.00	Financing disbursements .....	-2	-6	-9

**Status of Guaranteed Loans (in millions of dollars)**

Identification code 72-4266-0-3-151	2004 actual	2005 est.	2006 est.	
Position with respect to appropriations act limitation on commitments:				
2111	Limitation on guaranteed loans made by private lenders .....			700
2121	Limitation available from carry-forward .....	467	441	441
2131	Guaranteed loan commitments exempt from limitation .....	325	487	
2143	Uncommitted limitation carried forward .....	-441	-441	-602
2150	Total guaranteed loan commitments .....	351	487	539
2199	Guaranteed amount of guaranteed loan commitments .....	175	243	269
Cumulative balance of guaranteed loans outstanding:				
2210	Outstanding, start of year .....	56	104	205
2231	Disbursements of new guaranteed loans .....	103	125	125
2251	Repayments and prepayments .....	-55	-22	-18
2263	Adjustments: Terminations for default that result in claim payments .....		-2	-3
2290	Outstanding, end of year .....	104	205	309
Memorandum:				
2299	Guaranteed amount of guaranteed loans outstanding, end of year .....	52	103	155

**Public enterprise funds—Continued****DEVELOPMENT CREDIT AUTHORITY GUARANTEED LOAN FINANCING  
ACCOUNT—Continued**

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	2003 actual	2004 actual
<b>ASSETS:</b>		
1101 Federal assets: Fund balances with Treasury .....	4	6
1999 Total assets .....	4	6
<b>LIABILITIES:</b>		
2204 Non-Federal liabilities: Liabilities for loan guarantees .....	4	6
2999 Total liabilities .....	4	6
4999 Total liabilities and net position .....	4	6

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

Identification code 72-4103-0-3-151	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.01 Direct Program Activity—VEF .....	4	4	4
10.00 Total new obligations (object class 41.0) .....	4	4	4
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	219	140	.....
22.00 New budget authority (gross) .....	136	4	4
22.10 Resources available from recoveries of prior year obligations .....	.....	-2	.....
22.40 Capital transfer to general fund .....	-211	-138	.....
23.90 Total budgetary resources available for obligation .....	144	4	4
23.95 Total new obligations .....	-4	-4	-4
24.40 Unobligated balance carried forward, end of year .....	140	.....	.....
<b>New budget authority (gross), detail:</b>			
Mandatory:			
69.00 Offsetting collections (cash) .....	792	1,101	532
69.27 Capital transfer to general fund .....	-656	-1,097	-528
69.90 Spending authority from offsetting collections (total mandatory) .....	136	4	4
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	-2	-2	.....
73.10 Total new obligations .....	4	4	4
73.20 Total outlays (gross) .....	-4	-4	-4
73.45 Recoveries of prior year obligations .....	.....	2	.....
74.40 Obligated balance, end of year .....	-2	.....	.....
<b>Outlays (gross), detail:</b>			
86.97 Outlays from new mandatory authority .....	4	4	4
<b>Offsets:</b>			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources—debt reduction (Pakistan, DROC) .....	-62	-520	.....
88.40 Non-Federal sources-Principal .....	-487	-487	-451
88.40 Non-Federal sources-Interest .....	-243	-94	-81
88.90 Total, offsetting collections (cash) .....	-792	-1,101	-532
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	-656	-1,097	-528
90.00 Outlays .....	-788	-1,097	-528

**Status of Direct Loans (in millions of dollars)**

Identification code 72-4103-0-3-151	2004 actual	2005 est.	2006 est.
<b>Cumulative balance of direct loans outstanding:</b>			
1210 Outstanding, start of year .....	8,263	7,682	5,920
1251 Repayments: Repayments and prepayments .....	-487	-487	-451
<b>Write-offs for default:</b>			
1264 Other adjustments .....	.....	.....	.....
1264 Other adjustments—purchase of debt by debt reduction finance account (72-4137) .....	-62	-520	.....
1264 Other adjustments, (loss on debt reduction for Panama) .....	-9	.....	.....
1264 Other adjustments (loss on debt reduction for Philippines) .....	-21	.....	.....
1264 Other adjustments (Loss on debt reduction for Colombia) .....	-2	.....	.....
1264 Other adjustments (loss on debt reduction for Pakistan) .....	.....	-755	.....
1290 Outstanding, end of year .....	7,682	5,920	5,469

**Balance Sheet (in millions of dollars)**

Identification code 72-4103-0-3-151	2003 actual	2004 actual
<b>ASSETS:</b>		
Net value of assets related to pre-1992 direct loans receivable and acquired defaulted guaranteed loans receivable:		
1601 Direct loans, gross .....	8,263	7,682
1602 Interest receivable .....	318	295
1603 Allowance for estimated uncollectible loans and interest (-) .....	-3,390	-2,262
1699 Value of assets related to direct loans .....	5,191	5,715
1999 Total assets .....	5,191	5,715
<b>LIABILITIES:</b>		
2104 Federal liabilities: Resources payable to Treasury .....	5,191	5,715
2999 Total liabilities .....	5,191	5,715
4999 Total liabilities and net position .....	5,191	5,715

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	2004 actual	2005 est.	2006 est.
<b>Receipts:</b>			
02.00 Foreign Service national separation liability trust fund .....	3	4	4
<b>Appropriations:</b>			
05.00 Foreign Service national separation liability trust fund .....	-3	-3	-3
07.99 Balance, end of year .....	.....	1	1

**Program and Financing (in millions of dollars)**

Identification code 72-8342-0-7-602	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.01 Direct Program Activity .....	4	4	4
10.00 Total new obligations (object class 13.0) .....	4	4	4
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	3	3	3
22.10 Resources available from recoveries of prior year obligations .....	1	1	1
23.90 Total budgetary resources available for obligation .....	4	4	4

23.95	Total new obligations .....	-4	-4	-4
<b>New budget authority (gross), detail:</b>				
Mandatory:				
60.26	Appropriation (trust fund) .....	3	3	3
<b>Change in obligated balances:</b>				
72.40	Obligated balance, start of year .....	17	20	22
73.10	Total new obligations .....	4	4	4
73.20	Total outlays (gross) .....	-1	-1	-1
73.45	Recoveries of prior year obligations .....	-1	-1	-1
74.40	Obligated balance, end of year .....	20	22	24
<b>Outlays (gross), detail:</b>				
86.98	Outlays from mandatory balances .....		1	1
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	3	3	3
90.00	Outlays .....	1	1	1

This Fund is maintained to pay separation costs for Foreign Service National employees of the U.S. Agency for International Development 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	2004 actual	2005 est.	2006 est.
01.99 Balance, start of year .....	2	2	2
Receipts:			
02.00 Gifts and donations, Agency for International Development .....	16	5	5
04.00 Total: Balances and collections .....	18	7	7
Appropriations:			
05.00 Miscellaneous trust funds, AID .....	-16	-5	-5
07.99 Balance, end of year .....	2	2	2

##### Program and Financing (in millions of dollars)

Identification code 72-9971-0-7-151	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.01 Direct Program Activity .....	16	5	5
10.00 Total new obligations (object class 41.0) .....	16	5	5
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	2	2	2
22.00 New budget authority (gross) .....	16	5	5
23.90 Total budgetary resources available for obligation .....	18	7	7
23.95 Total new obligations .....	-16	-5	-5
24.40 Unobligated balance carried forward, end of year .....	2	2	2
<b>New budget authority (gross), detail:</b>			
Mandatory:			
60.26 Appropriation (trust fund) .....	16	5	5
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	5	13	16
73.10 Total new obligations .....	16	5	5
73.20 Total outlays (gross) .....	-8	-2	-2
74.40 Obligated balance, end of year .....	13	16	19
<b>Outlays (gross), detail:</b>			
86.98 Outlays from mandatory balances .....	8	2	2
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	16	5	5
90.00 Outlays .....	8	2	2

The Miscellaneous Trust Funds account includes gifts and donations that the U.S. Agency for International Development (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 **[\$42,885,000] \$42,274,000**: *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. (*Foreign Operations, Export Financing, and Related Programs Appropriations Act, 2005.*)

#### Program and Financing (in millions of dollars)

Identification code 71-4184-0-3-151	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.01 Noncredit administrative expenses .....	16	17	17
00.02 Insurance claim payments/provisions .....		12	8
00.03 Credit administrative expenses .....	25	26	25
00.05 Project Specific insurance expenses .....	3	5	5
00.06 Iraq Middle Market Development Foundation .....	50	1	
10.00 Total new obligations .....	94	61	55
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	234	222	229
22.00 New budget authority (gross) .....	81	68	56
22.10 Resources available from recoveries of prior year obligations .....	1		
23.90 Total budgetary resources available for obligation .....	316	290	285
23.95 Total new obligations .....	-94	-61	-55
24.40 Unobligated balance carried forward, end of year .....	222	229	230
<b>New budget authority (gross), detail:</b>			
Discretionary:			
42.00 Transferred from other accounts .....	25	1	
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash) .....	316	315	248
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	-6		
68.45 Portion precluded from obligation (limitation on obligations) .....	-214	-204	-147
68.61 Transferred to other accounts .....	-48	-50	-46
68.90 Spending authority from offsetting collections (total discretionary) .....	48	61	55
Mandatory:			
69.62 Transferred from other accounts .....	8	6	1
70.00 Total new budget authority (gross) .....	81	68	56
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	63	-18	-29
73.10 Total new obligations .....	94	61	55
73.20 Total outlays (gross) .....	-180	-72	-54
73.45 Recoveries of prior year obligations .....	-1		
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	6		

## Public enterprise funds—Continued

OVERSEAS PRIVATE INVESTMENT CORPORATION—Continued  
NONCREDIT ACCOUNT—Continued

## Program and Financing (in millions of dollars)—Continued

Identification code 71-4184-0-3-151	2004 actual	2005 est.	2006 est.
74.40 Obligated balance, end of year .....	-18	-29	-28
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	32	24	21
86.93 Outlays from discretionary balances .....	148	48	33
87.00 Total outlays (gross) .....	180	72	54
<b>Offsets:</b>			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources .....	-50	-25	-25
88.20 Interest on Federal securities .....	-222	-248	-182
88.40 Non-Fed insurance premiums .....	-44	-41	-41
88.90 Total, offsetting collections (cash) .....	-316	-314	-248
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired) .....	6		
88.96 Portion of offsetting collections (cash) credited to expired accounts .....		-1	
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	-229	-247	-192
90.00 Outlays .....	-135	-242	-194
<b>Memorandum (non-add) entries:</b>			
92.01 Total investments, start of year: Federal securities: Par value .....	3,658	3,795	3,961
92.02 Total investments, end of year: Federal securities: Par value .....	3,795	3,961	3,961
94.01 Unavailable balance, start of year: Offsetting collec- tions .....	3,365	3,578	3,782
94.02 Unavailable balance, end of year: Offsetting collec- tions .....	3,578	3,782	3,929

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.

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

## Status of Funds (in millions of dollars)

Identification code 71-4184-0-3-151	2004 actual	2005 est.	2006 est.
Balance, start of year:			
0100 Uninvested balance .....	3,671	3,782	3,981
Adjustments:			
0199 Total balance, start of year .....	3,661	3,782	3,981
Cash income during the year:			
Current law:			
Offsetting collections:			
1280 Offsetting collections .....	50	25	25
1281 Offsetting collections .....	44	41	41
1282 Offsetting collections .....	222	248	182
1299 Income under present law .....	316	314	248
3299 Total cash income .....	316	314	248
Cash outgo during year:			
Current law:			
4500 Overseas private investment corporation noncredit account .....	-180	-72	-54
4599 Outgo under current law (-) .....	-180	-72	-54
6599 Total cash outgo (-) .....	-180	-72	-54
7645 Transfers, net .....	-48	-50	-46
7645 Transfers, net .....	25	1	
7645 Transfers, net .....	8	6	1

7699 Total adjustments .....	-15	-43	-45
Unexpended balance, end of year:			
8799 Total balance, end of year .....	3,782	3,981	4,130

## INSURANCE PROGRAM ACTIVITY

	[In millions of dollars]			
	2003 actual	2004 actual	2005 est.	2006 est.
Aggregate insurance outstanding, start of year ..	11,883	11,933	10,883	10,983
Aggregate insurance issued during year .....	1,733	1,892	2,100	2,200
Aggregate insurance reductions and cancella- tions .....	-1,683	-2,942	-2,000	-1,900
Aggregate insurance outstanding, end of year ....	11,933	10,883	10,983	11,283
Net growth/(decline) of portfolio .....	+50	-1,050	+100	+300
Net growth rate of insurance portfolio (in per- cent) .....	0.42	-8.80	0.92	2.73

## STATUS OF INSURANCE AUTHORITY

	[In millions of dollars]			
	2003 actual	2004 actual	2005 est.	2006 est.
Statutory authority limitation <sup>1</sup> .....	29,000	29,000	29,000	29,000
Maximum contingent liability, end of year .....	6,890	6,254	6,285	6,300
Estimated potential exposure to claims, end of year .....	4,919	3,845	3,875	4,100

<sup>1</sup>This 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	2004 actual	2005 est.	2006 est.
11.1 Personnel compensation: Full-time permanent .....	21	21	21
12.1 Civilian personnel benefits .....	5	5	5
21.0 Travel and transportation of persons .....	1	1	1
21.0 Travel and transportation of persons (working capital)	1	1	2
23.2 Rental payments to others .....	7	7	7
25.2 Other services .....	5	4	4
25.2 Other services (working capital) .....	5	6	6
26.0 Supplies and materials .....	1	1	1
41.0 Grants, subsidies, and contributions .....	23		
42.0 Insurance claims and indemnities .....	25	15	8
99.9 Total new obligations .....	94	61	55

## Personnel Summary

Identification code 71-4184-0-3-151	2004 actual	2005 est.	2006 est.
Direct:			
1001 Total compensable workyears: Civilian full-time equiv- alent employment .....	207	225	225

## Credit accounts:

## OVERSEAS PRIVATE INVESTMENT CORPORATION

## PROGRAM ACCOUNT

For the cost of direct and guaranteed loans, [\$24,000,000] \$20,276,000, 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 [2005 and] 2006 and 2007: *Provided further*, That such sums shall remain available through fiscal year [2013] 2014 for the disbursement of direct and guaranteed loans obligated in fiscal year [2005] 2006, and through fiscal year [2014] 2015 for the disbursement of direct and guaranteed loans obligated in fiscal year [2006] 2007: *Provided further*, That 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 further*, That funds made available pursuant to the authority of the previous proviso shall be subject to the regular notification procedures of the Committees on Appropriations.

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. (*Foreign Operations, Export Financing, and Related Programs Appropriations Act, 2005.*)

#### General Fund Credit Receipt Accounts (in millions of dollars)

Identification code 71-0100-0-1-151	2004 actual	2005 est.	2006 est.
0101 Negative subsidies/subsidy reestimates .....	35	10	13
0102 Negative subsidies/subsidy reestimates .....	92	419	.....

#### Program and Financing (in millions of dollars)

Identification code 71-0100-0-1-151	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.01 Direct loan subsidy .....	6	19	19
00.02 Guaranteed loan subsidy .....	33	8	8
00.03 Direct Loan modification .....	.....	.....	1
00.05 Direct Loan upward reestimate .....	.....	9	.....
00.06 Direct Loan interest on upward reestimate .....	.....	1	.....
00.07 Guaranteed Loan upward reestimate .....	103	70	.....
00.08 Guaranteed Loan interest on upward reestimate .....	31	41	.....
00.09 Credit administrative expenses .....	25	26	25
10.00 Total new obligations .....	198	174	53

#### Budgetary resources available for obligation:

21.40 Unobligated balance carried forward, start of year	13	7	4
22.00 New budget authority (gross) .....	182	171	46
22.10 Resources available from recoveries of prior year obligations .....	10	.....	3
23.90 Total budgetary resources available for obligation	205	178	53
23.95 Total new obligations .....	-198	-174	-53
24.40 Unobligated balance carried forward, end of year	7	4	.....

#### New budget authority (gross), detail:

<b>Mandatory:</b>			
60.00 Appropriation—Regular OPIC Finance .....	133	27	.....
60.00 Appropriation—NIS Funding .....	1	94	.....
62.50 Appropriation (total mandatory) .....	134	121	.....
<b>Discretionary:</b>			
68.62 Spending authority from offsetting collections: Transferred from other accounts .....	48	50	46
70.00 Total new budget authority (gross) .....	182	171	46

#### Change in obligated balances:

72.40 Obligated balance, start of year .....	75	90	108
73.10 Total new obligations .....	198	174	53
73.20 Total outlays (gross) .....	-169	-156	-70
73.40 Adjustments in expired accounts (net) .....	-4	.....	.....
73.45 Recoveries of prior year obligations .....	-10	.....	-3
74.40 Obligated balance, end of year .....	90	108	88

#### Outlays (gross), detail:

86.90 Outlays from new discretionary authority .....	28	26	26
86.93 Outlays from discretionary balances .....	7	9	44
86.97 Outlays from new mandatory authority .....	134	121	.....
87.00 Total outlays (gross) .....	169	156	70

#### Net budget authority and outlays:

89.00 Budget authority .....	182	171	46
90.00 Outlays .....	169	156	70

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

Identification code 71-0100-0-1-151	2004 actual	2005 est.	2006 est.
<b>Direct loan levels supportable by subsidy budget authority:</b>			
115001 OPIC direct loan, Small Business Center & SME Finance .....	198	178	185
115901 Total direct loan levels .....	198	178	185

<b>Direct loan subsidy (in percent):</b>			
132001 OPIC direct loan, Small Business Center & SME Finance .....	3.03	10.67	10.27
132901 Weighted average subsidy rate .....	3.03	10.67	10.27
<b>Direct loan subsidy budget authority:</b>			
133001 OPIC direct loan, Small Business Center & SME Finance .....	6	19	19
133901 Total subsidy budget authority .....	6	19	19
<b>Direct loan subsidy outlays:</b>			
134001 OPIC direct loan, Small Business Center & SME Finance .....	7	12	13
134901 Total subsidy outlays .....	7	12	13
<b>Direct loan upward reestimate subsidy budget authority:</b>			
135001 OPIC direct loan .....	.....	10	.....
135901 Total upward reestimate budget authority .....	.....	10	.....
<b>Direct loan downward reestimate subsidy budget authority:</b>			
137001 Downward reestimates subsidy budget authority .....	-26	-7	.....
137901 Total downward reestimate budget authority .....	-26	-7	.....

#### Guaranteed loan levels supportable by subsidy budget authority:

215001 OPIC loan guarantees .....	1,472	1,000	1,000
215002 OPIC Investment Funds .....	175	300	400
215901 Total loan guarantee levels .....	1,647	1,300	1,400
<b>Guaranteed loan subsidy (in percent):</b>			
232001 OPIC loan guarantees .....	2.24	0.80	0.80
232002 OPIC Investment Funds .....	-16.29	-17.50	-17.33
232901 Weighted average subsidy rate .....	0.27	-3.42	-4.38
<b>Guaranteed loan subsidy budget authority:</b>			
233001 OPIC loan guarantees .....	33	8	8
233002 OPIC Investment Funds .....	-129	-53	-70
233901 Total subsidy budget authority .....	-96	-45	-62
<b>Guaranteed loan subsidy outlays:</b>			
234001 OPIC loan guarantees .....	4	3	5
234002 OPIC Investment Funds .....	-35	-10	-13
234901 Total subsidy outlays .....	-31	-7	-8
<b>Guaranteed loan upward reestimate subsidy budget authority:</b>			
235001 OPIC loan guarantees .....	134	17	.....
235002 NIS Upward reestimate subsidy budget authority .....	.....	94	.....
235901 Total upward reestimate budget authority .....	134	111	.....
<b>Guaranteed loan downward reestimate subsidy budget authority:</b>			
237001 OPIC loan guarantees .....	-66	-410	.....
237901 Total downward reestimate subsidy budget authority .....	-66	-410	.....

#### Administrative expense data:

351001 Budget authority .....	25	26	26
358001 Outlays from balances .....	.....	.....	.....
359001 Outlays from new authority .....	25	26	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.

## Credit accounts—Continued

## OVERSEAS PRIVATE INVESTMENT CORPORATION—Continued

## PROGRAM ACCOUNT—Continued

## Object Classification (in millions of dollars)

Identification code 71-0100-0-1-151	2004 actual	2005 est.	2006 est.
25.2 Other services (contracts) .....	25	26	25
41.0 Grants, subsidies, and contributions .....	173	148	28
99.9 Total new obligations .....	198	174	53

OVERSEAS PRIVATE INVESTMENT CORPORATION DIRECT LOAN  
FINANCING ACCOUNT

## Program and Financing (in millions of dollars)

Identification code 71-4074-0-3-151	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.01 Direct loan obligations .....	198	178	185
00.02 Interest on borrowings .....	26	35	46
00.03 Working Capital costs .....	2	5	6
08.02 Downward DL Reestimate .....	21	6	.....
08.04 Interest on Reestimate .....	5	3	.....
10.00 Total new obligations .....	252	227	237

## Budgetary resources available for obligation:

21.40 Unobligated balance carried forward, start of year .....	41	23	.....
22.00 New financing authority (gross) .....	232	204	237
22.10 Resources available from recoveries of prior year obligations .....	7	.....	.....
22.60 Portion applied to repay debt .....	-5	.....	.....
23.90 Total budgetary resources available for obligation .....	275	227	237
23.95 Total new obligations .....	-252	-227	-237
24.40 Unobligated balance carried forward, end of year .....	23	.....	.....

## New financing authority (gross), detail:

<b>Mandatory:</b>			
67.10 Authority to borrow .....	182	116	162
69.00 Offsetting collections (cash) .....	46	88	75
69.10 Change in uncollected customer payments from Federal sources (unexpired) .....	4	.....	.....
69.90 Spending authority from offsetting collections (total mandatory) .....	50	88	75
70.00 Total new financing authority (gross) .....	232	204	237

## Change in obligated balances:

72.40 Obligated balance, start of year .....	503	361	432
73.10 Total new obligations .....	252	227	237
73.20 Total financing disbursements (gross) .....	-383	-156	-174
73.45 Recoveries of prior year obligations .....	-7	.....	.....
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	-4	.....	.....
74.40 Obligated balance, end of year .....	361	432	495
87.00 Total financing disbursements (gross) .....	383	156	174

## Offsets:

<b>Against gross financing authority and financing disbursements:</b>			
<b>Offsetting collections (cash) from:</b>			
88.00 Federal sources, Credit Reform subsidy .....	-7	-22	-13
88.25 Interest on uninvested funds .....	-14	-5	-5
88.40 Repayments of Principal .....	-10	-36	-35
88.40 Interest received on loans .....	-14	-23	-20
88.40 Fees .....	-1	-2	-2
88.90 Total, offsetting collections (cash) .....	-46	-88	-75
<b>Against gross financing authority only:</b>			
88.95 Change in receivables from program accounts .....	-4	.....	.....

## Net financing authority and financing disbursements:

89.00 Financing authority .....	182	116	162
90.00 Financing disbursements .....	336	68	99

## Status of Direct Loans (in millions of dollars)

Identification code 71-4074-0-3-151	2004 actual	2005 est.	2006 est.
<b>Position with respect to appropriations act limitation on obligations:</b>			
1111 Limitation on direct loans .....	.....	.....	.....
1131 Direct loan obligations exempt from limitation .....	198	178	185
1150 Total direct loan obligations .....	198	178	185
<b>Cumulative balance of direct loans outstanding:</b>			
1210 Outstanding, start of year .....	192	500	524
1231 Disbursements: Direct loan disbursements .....	318	68	72
1251 Repayments: Repayments and prepayments .....	-10	-36	-35
1263 Write-offs for default: Direct loans .....	.....	-8	-8
1290 Outstanding, end of year .....	500	524	553

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	2003 actual	2004 actual
<b>ASSETS:</b>		
1101 Federal assets: Fund balances with Treasury .....	.....	24
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross .....	.....	500
1402 Interest receivable .....	.....	4
1405 Allowance for subsidy cost (-) .....	.....	-25
1499 Net present value of assets related to direct loans .....	.....	479
1999 Total assets .....	.....	503
<b>LIABILITIES:</b>		
<b>Federal liabilities:</b>		
2101 Accounts payable .....	.....	.....
2103 Debt .....	.....	498
2105 Other Federal liabilities .....	.....	5
2999 Total liabilities .....	.....	503
4999 Total liabilities and net position .....	.....	503

OVERSEAS PRIVATE INVESTMENT CORPORATION GUARANTEED LOAN  
FINANCING ACCOUNT

## Program and Financing (in millions of dollars)

Identification code 71-4075-0-3-151	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.01 Default claims .....	73	45	45
00.02 Working Capital Costs .....	8	6	6
08.01 Negative Subsidy .....	129	53	70
08.02 Guaranteed Loan Reestimate .....	43	283	.....
08.04 Interest on Reestimate .....	23	127	.....
08.05 Interest Expense to Treasury .....	5	.....	.....
10.00 Total new obligations .....	281	514	121
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	657	860	565
22.00 New financing authority (gross) .....	484	219	104
23.90 Total budgetary resources available for obligation .....	1,141	1,079	669
23.95 Total new obligations .....	-281	-514	-121
24.40 Unobligated balance carried forward, end of year .....	860	565	548
<b>New financing authority (gross), detail:</b>			
<b>Mandatory:</b>			
67.10 Authority to borrow .....	202	.....	.....



Spending authority from offsetting collections:			
Discretionary:			
68.00	Offsetting collections (cash) .....	316	219 104
68.10	Change in uncollected customer payments from Federal sources (unexpired) .....	-34	
68.90	Spending authority from offsetting collections (total discretionary) .....	282	219 104
70.00	Total new financing authority (gross) .....	484	219 104
<b>Change in obligated balances:</b>			
72.40	Obligated balance, start of year .....	-2	126 640
73.10	Total new obligations .....	281	514 121
73.20	Total financing disbursements (gross) .....	-187	
74.00	Change in uncollected customer payments from Federal sources (unexpired) .....	34	
74.40	Obligated balance, end of year .....	126	640 761
87.00	Total financing disbursements (gross) .....	187	
<b>Offsets:</b>			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00	Federal sources: Payments from program account .....	-4	-3 -5
88.00	Federal sources: Reestimate from 71-0100 .....	-134	-111
88.25	Interest on uninvested funds .....	-79	-7 -7
88.40	Claim recoveries .....	-16	-17 -19
88.40	Fees .....	-80	-81 -73
88.40	Interest Paid, Non-Federal sources .....	-3	
88.90	Total, offsetting collections (cash) .....	-316	-219 -104
Against gross financing authority only:			
88.95	Change in receivables from program accounts .....	34	
<b>Net financing authority and financing disbursements:</b>			
89.00	Financing authority .....	202	
90.00	Financing disbursements .....	-129	-219 -104

**Status of Guaranteed Loans (in millions of dollars)**

Identification code 71-4075-0-3-151	2004 actual	2005 est.	2006 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 .....	1,647	1,300 1,400
2150	Total guaranteed loan commitments .....	1,647	1,300 1,400
2199	Guaranteed amount of guaranteed loan commitments .....	765	1,300 1,400
Cumulative balance of guaranteed loans outstanding:			
2210	Outstanding, start of year .....	3,203	3,847 3,714
2231	Disbursements of new guaranteed loans .....	1,178	124 435
2251	Repayments and prepayments .....	-461	-200 -200
2261	Adjustments: Terminations for default that result in loans receivable .....	-73	-57 -58
2290	Outstanding, end of year .....	3,847	3,714 3,891
Memorandum:			
2299	Guaranteed amount of guaranteed loans outstanding, end of year .....	3,847	3,714 3,891
Addendum:			
Cumulative balance of defaulted guaranteed loans that result in loans receivable:			
2310	Outstanding, start of year .....	107	169 193
2331	Disbursements for guaranteed loan claims .....	73	57 58
2351	Repayments of loans receivable .....	-11	-8 -3
2361	Write-offs of loans receivable .....		-25 -2
2390	Outstanding, end of year .....	169	193 246

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	2003 actual	2004 actual
<b>ASSETS:</b>		
1101	Federal assets: Fund balances with Treasury .....	871
	Net value of assets related to post-1991 acquired defaulted guaranteed loans receivable:	
1501	Defaulted guaranteed loans receivable, gross .....	169
1599	Net present value of assets related to defaulted guaranteed loans .....	169
1999	Total assets .....	1,040
<b>LIABILITIES:</b>		
2103	Federal liabilities: Debt .....	96
Non-Federal liabilities:		
2204	Liabilities for loan guarantees .....	762
2207	Other .....	182
2999	Total liabilities .....	1,040
<b>NET POSITION:</b>		
3999	Total net position .....	
4999	Total liabilities and net position .....	1,040

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

Identification code 71-4030-0-3-151	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.01	Claim Payments .....	5	
10.00	Total new obligations (object class 42.0) .....	5	
<b>Budgetary resources available for obligation:</b>			
21.40	Unobligated balance carried forward, start of year .....	5	
23.95	Total new obligations .....	-5	
24.40	Unobligated balance carried forward, end of year .....		
<b>New budget authority (gross), detail:</b>			
Mandatory:			
69.00	Offsetting collections (cash) .....	8	6 1
69.61	Transferred to other accounts .....	-8	-6 -1
69.90	Spending authority from offsetting collections (total mandatory) .....		
<b>Change in obligated balances:</b>			
72.40	Obligated balance, start of year .....	1	1
73.10	Total new obligations .....	5	
73.20	Total outlays (gross) .....	-5	-1
74.40	Obligated balance, end of year .....	1	
<b>Outlays (gross), detail:</b>			
86.98	Outlays from mandatory balances .....	5	1
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.40	Offsetting collections (cash) from: Non-Federal sources .....	-8	-6 -1
<b>Net budget authority and outlays:</b>			
89.00	Budget authority .....	-8	-6 -1
90.00	Outlays .....	-3	-5 -1

**Status of Direct Loans (in millions of dollars)**

Identification code 71-4030-0-3-151	2004 actual	2005 est.	2006 est.
Cumulative balance of direct loans outstanding:			
1210	Outstanding, start of year .....	2	2 1
1251	Repayments: Repayments and prepayments .....		-1 -1
1290	Outstanding, end of year .....	2	1

## Credit accounts—Continued

OVERSEAS PRIVATE INVESTMENT CORPORATION LIQUIDATING  
ACCOUNT—Continued

## Status of Guaranteed Loans (in millions of dollars)

Identification code 71-4030-0-3-151	2004 actual	2005 est.	2006 est.
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year .....	14		
2251 Repayments and prepayments .....			
Adjustments:			
2263 Terminations for default that result in claim pay- ments .....	-5		
2264 Other adjustments, net .....	-9		
2290 Outstanding, end of year .....			
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year .....			
Addendum:			
Cumulative balance of defaulted guaranteed loans that result in loans receivable:			
2310 Outstanding, start of year .....	12	12	2
2331 Disbursements for guaranteed loan claims .....	5		
2351 Repayments of loans receivable .....	-5	-6	-1
2361 Write-offs of loans receivable .....		-4	-1
2390 Outstanding, end of year .....	12	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	2003 actual	2004 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury .....		
Net value of assets related to pre-1992 direct loans receivable and ac- quired defaulted guaranteed loans receivable:		
1601 Direct loans, gross .....		2
1699 Value of assets related to direct loans .....		2
1701 Defaulted guaranteed loans, gross .....		12
1703 Allowance for estimated uncollectible loans and interest (-) .....		-10
1704 Defaulted guaranteed loans and interest re- ceivable, net .....		2
1799 Value of assets related to loan guarantees ..		2
1999 Total assets .....		4
LIABILITIES:		
2104 Federal liabilities: Resources payable to 71-4184 .....		4
2999 Total liabilities .....		4
NET POSITION:		
3300 Cumulative results of operations .....		
3999 Total net position .....		
4999 Total liabilities and net position .....		4

## 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, **[\$51,500,000] \$48,900,000**, to remain available until September 30, **[2006] 2007**. (*Foreign Operations, Export Financing, and Related Programs Appropriations Act, 2005.*)

## Program and Financing (in millions of dollars)

Identification code 11-1001-0-1-151	2004 actual	2005 est.	2006 est.
Obligations by program activity:			
00.01 Feasibility studies, technical assistance, and other activities .....	57	48	42
00.02 Operating expenses .....	10	10	10
10.00 Total new obligations .....	67	58	52
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year .....	11	9	3
22.00 New budget authority (gross) .....	58	51	49
22.10 Resources available from recoveries of prior year obli- gations .....	2	1	1
22.22 Unobligated balance transferred from other accounts .....	5		
23.90 Total budgetary resources available for obligation .....	76	61	53
23.95 Total new obligations .....	-67	-58	-52
24.40 Unobligated balance carried forward, end of year .....	9	3	1
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation .....	50	51	49
42.00 Transferred from other accounts .....	8		
43.00 Appropriation (total discretionary) .....	58	51	49
Change in obligated balances:			
72.40 Obligated balance, start of year .....	98	100	100
73.10 Total new obligations .....	67	58	52
73.20 Total outlays (gross) .....	-59	-57	-57
73.40 Adjustments in expired accounts (net) .....	-3		
73.45 Recoveries of prior year obligations .....	-2	-1	-1
74.40 Obligated balance, end of year .....	100	100	94
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority .....	12	12	12
86.93 Outlays from discretionary balances .....	47	45	45
87.00 Total outlays (gross) .....	59	57	57
Net budget authority and outlays:			
89.00 Budget authority .....	58	51	49
90.00 Outlays .....	59	57	57

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. TDA effectively uses funds transferred to it from other international affairs agencies to impact transportation safety and security, trade capacity building, infrastructure development, and reconstruction work in Iraq and Afghanistan. TDA funds 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	2004 actual	2005 est.	2006 est.
11.1 Personnel compensation: Full-time permanent .....	4	4	4
12.1 Civilian personnel benefits .....	1	1	1

25.1	Advisory and assistance services .....	5	5	5
41.0	Grants, subsidies, and contributions .....	57	48	42
99.9	Total new obligations .....	67	58	52

**Personnel Summary**

Identification code 11-1001-0-1-151	2004 actual	2005 est.	2006 est.
Direct:			
1001 Total compensable workyears: Civilian full-time equivalent employment .....	42	50	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), **[\$320,000,000,]** including the purchase of not to exceed five passenger motor vehicles for administrative purposes for use outside of the United States, **\$345,000,000, to remain available until September 30, 2007: 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, 2006] the Director may transfer to the Foreign Currency Fluctuations Account, as authorized by 22 U.S.C. 2515, an amount not to exceed \$2,000,000 in funds in excess of the needs of the Peace Corps overseas operations as a result of fluctuations in foreign currency exchange rates or changes in overseas wages and prices. (Foreign Operations, Export Financing, and Related Programs Appropriations Act, 2005.)**

**Program and Financing (in millions of dollars)**

Identification code 11-0100-0-1-151	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.02 Africa region .....	62	67	69
00.03 Europe, Mediterranean & Asia region .....	44	46	50
00.04 Inter-America & Pacific region .....	52	56	57
00.05 Other volunteer support .....	143	158	170
00.06 Emergency Response Fund .....	2		
09.01 Reimbursable program .....	4	4	4
10.00 Total new obligations .....	307	331	350
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	5	9	
22.00 New budget authority (gross) .....	313	322	350
23.90 Total budgetary resources available for obligation .....	318	331	350
23.95 Total new obligations .....	-307	-331	-350
23.98 Unobligated balance expiring or withdrawn .....	-1		
24.40 Unobligated balance carried forward, end of year .....	9		
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	310	320	345
40.35 Appropriation permanently reduced .....	-2	-3	
43.00 Appropriation (total discretionary) .....	308	317	345
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash) .....	4	4	4
68.10 Change in uncollected customer payments from Federal sources (unexpired) .....	1	1	1
68.90 Spending authority from offsetting collections (total discretionary) .....	5	5	5
70.00 Total new budget authority (gross) .....	313	322	350
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	77	73	73
73.10 Total new obligations .....	307	331	350
73.20 Total outlays (gross) .....	-310	-330	-345
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	-1	-1	-1

74.40	Obligated balance, end of year .....	73	73	77
<b>Outlays (gross), detail:</b>				
86.90	Outlays from new discretionary authority .....	243	258	280
86.93	Outlays from discretionary balances .....	67	72	65
87.00	Total outlays (gross) .....	310	330	345

**Offsets:**

Against gross budget authority and outlays:				
88.00	Offsetting collections (cash) from: Federal sources	-4	-4	-4
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 .....	308	317	345
90.00	Outlays .....	306	326	341

Peace Corps' operating expenses will provide direct and indirect support for Americans engaged in voluntary services in approximately 74 countries worldwide in 2006. The support will include the necessary safety and security provisions for the Peace Corps' Volunteers, trainees, and staff. By September 2006, there will be approximately 7,800 Americans enrolled in the Peace Corps. The Volunteers help fill the trained manpower needs of developing countries and encourage 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	2004 actual	2005 est.	2006 est.
<b>Direct obligations:</b>			
Personnel compensation:			
11.1 Full-time permanent .....	66	71	74
11.3 Other than full-time permanent .....	3	1	1
11.9 Total personnel compensation .....	69	72	75
12.1 Civilian personnel benefits .....	73	79	83
21.0 Travel and transportation of persons .....	27	32	34
22.0 Transportation of things .....	2	2	2
23.1 Rental payments to GSA .....	9	10	10
23.2 Rental payments to others .....	9	10	10
23.3 Communications, utilities, and miscellaneous charges .....	8	9	10
24.0 Printing and reproduction .....	1	1	1
25.1 Advisory and assistance services .....	2	4	6
25.2 Other services .....	49	49	52
25.3 Other purchases of goods and services from Government accounts .....	6	7	8
25.6 Medical care .....	20	21	22
25.7 Operation and maintenance of equipment .....	8	9	9
26.0 Supplies and materials .....	11	11	12
31.0 Equipment .....	7	10	11
99.0 Direct obligations .....	301	326	345
99.0 Reimbursable obligations .....	3	4	4
99.5 Below reporting threshold .....	3	1	1
99.9 Total new obligations .....	307	331	350

**Personnel Summary**

Identification code 11-0100-0-1-151	2004 actual	2005 est.	2006 est.
Direct:			
1001 Total compensable workyears: Civilian full-time equivalent employment .....	1,077	1,168	1,176
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	2004 actual	2005 est.	2006 est.
<b>Receipts:</b>			
02.00 Miscellaneous trust funds, Peace Corps .....	1	2	2
<b>Appropriations:</b>			
05.00 Peace Corps miscellaneous trust fund .....	-1	-1	-1
07.99 Balance, end of year .....		1	1

## Program and Financing (in millions of dollars)

Identification code 11-9972-0-7-151	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.01 Trust Fund Program .....		1	1
10.00 Total new obligations (object class 25.2) .....		1	1
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	5	7	7
22.00 New budget authority (gross) .....	1	1	1
22.30 Expired unobligated balance transfer to unexpired account .....	1		
23.90 Total budgetary resources available for obligation .....	7	8	8
23.95 Total new obligations .....		-1	-1
24.40 Unobligated balance carried forward, end of year .....	7	7	7
<b>New budget authority (gross), detail:</b>			
<b>Mandatory:</b>			
60.26 Appropriation (trust fund) .....	1	1	1
<b>Change in obligated balances:</b>			
73.10 Total new obligations .....		1	1
73.20 Total outlays (gross) .....		-2	-1
<b>Outlays (gross), detail:</b>			
86.97 Outlays from new mandatory authority .....		1	1
86.98 Outlays from mandatory balances .....		1	
87.00 Total outlays (gross) .....		2	1
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	1	1	1
90.00 Outlays .....		2	1

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.

## 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, **[\$18,000,000]** \$17,826,000, to remain available until September 30, **[2006]** 2007. (*Foreign Operations, Export Financing, and Related Programs Appropriations Act, 2005.*)

## Program and Financing (in millions of dollars)

Identification code 11-3100-0-1-151	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.01 Development grants .....	14	15	15
00.02 Evaluations and other activities .....	4	3	3
00.04 Program management and operations .....	6	7	7
10.00 Total new obligations .....	24	25	25
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	9	13	10
22.00 New budget authority (gross) .....	27	22	22
23.90 Total budgetary resources available for obligation .....	36	35	32
23.95 Total new obligations .....	-24	-25	-25
24.40 Unobligated balance carried forward, end of year .....	13	10	7
<b>New budget authority (gross), detail:</b>			
<b>Discretionary:</b>			
40.00 Appropriation .....	16	18	18
68.00 Spending authority from offsetting collections: Offsetting collections (SPTF) .....	11	4	4
70.00 Total new budget authority (gross) .....	27	22	22
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	28	28	31
73.10 Total new obligations .....	24	25	25
73.20 Total outlays (gross) .....	-24	-22	-25
74.40 Obligated balance, end of year .....	28	31	31
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	13	11	11
86.93 Outlays from discretionary balances .....	11	11	14
87.00 Total outlays (gross) .....	24	22	25
<b>Offsets:</b>			
<b>Against gross budget authority and outlays:</b>			
88.40 Offsetting collections (cash) from: Non-Federal sources .....	-11	-4	-4
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	16	18	18
90.00 Outlays .....	13	18	21

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 2006, 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 supports the President's priorities in Latin America and the Caribbean to reduce poverty, strengthen local democratic practice and stem the flow of illegal migration. IAF will continue to leverage additional local resources for development through its network of 52 Latin American corporations and corporate foundations that have joined IAF in supporting grassroots development. 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 2005, 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	2004 actual	2005 est.	2006 est.
11.1 Personnel compensation: Full-time permanent .....	3	4	4
12.1 Civilian personnel benefits .....	1	1	1
23.2 Rental payments to others .....	1	1	1
25.1 Advisory and assistance services .....	4	4	4
41.0 Grants, subsidies, and contributions .....	15	15	15
99.9 Total new obligations .....	24	25	25

#### Personnel Summary

Identification code 11-3100-0-1-151	2004 actual	2005 est.	2006 est.
Direct:			
1001 Total compensable workyears: Civilian full-time equivalent employment .....	44	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, [\$19,000,000] \$18,850,000, to remain available until September 30, [2006] 2007: *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. (*Foreign Operations, Export Financing, and Related Programs Appropriations Act, 2005.*)

#### Program and Financing (in millions of dollars)

Identification code 11-0700-0-1-151	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.01 Administrative expenses .....	7	7	7
00.02 Project grants .....	14	16	11
00.04 Other program costs .....	1	1	1
10.00 Total new obligations .....	22	24	19
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	10	5	
22.00 New budget authority (gross) .....	19	19	19
23.90 Total budgetary resources available for obligation .....	29	24	19
23.95 Total new obligations .....	-22	-24	-19
23.98 Unobligated balance expiring or withdrawn .....	-2		

24.40 Unobligated balance carried forward, end of year .....	5		
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	19	19	19
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	16	18	25
73.10 Total new obligations .....	22	24	19
73.20 Total outlays (gross) .....	-15	-17	-19
73.40 Adjustments in expired accounts (net) .....	-5		
74.40 Obligated balance, end of year .....	18	25	25
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	8	9	9
86.93 Outlays from discretionary balances .....	7	8	10
87.00 Total outlays (gross) .....	15	17	19
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	19	19	19
90.00 Outlays .....	15	17	19

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 2006, ADF will provide grants to recipients in fifteen 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	2004 actual	2005 est.	2006 est.
11.1 Personnel compensation: Full-time permanent .....	3	3	3
25.1 Other administrative costs .....	4	4	4
25.2 Other services (O.C. 25) .....	1	1	1
41.0 Project grants .....	14	16	11
99.9 Total new obligations .....	22	24	19

**General and special funds—Continued**

## AFRICAN DEVELOPMENT FOUNDATION—Continued

**Personnel Summary**

Identification code 11-0700-0-1-151	2004 actual	2005 est.	2006 est.
Direct:			
1001 Total compensable workyears: Civilian full-time equivalent employment .....	24	32	34

**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	2004 actual	2005 est.	2006 est.
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year	23,111	19,047	19,047
22.10 Resources available from recoveries of prior year obligations .....	-5,439		
23.90 Total budgetary resources available for obligation	17,672	19,047	19,047
23.98 Adjustment of \$ equivalent .....	1,375		
24.40 Unobligated balance carried forward, end of year	19,047	19,047	19,047
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	29,044	35,130	35,130
73.20 Total outlays (gross) .....	647		
73.45 Recoveries of prior year obligations .....	5,439		
74.40 Obligated balance, end of year .....	35,130	35,130	35,130
<b>Outlays (gross), detail:</b>			
86.98 Outlays from mandatory balances .....	-647		
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			
90.00 Outlays .....	-647		

As part of a general increase in International Monetary Fund (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	2004 actual	2005 est.	2006 est.
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year	9,597	9,860	9,860
23.98 Adjustment \$ equivalent .....	263		
24.40 Unobligated balance carried forward, end of year	9,860	9,860	9,860
<b>Net budget authority and outlays:</b>			
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 2004, twenty-six countries and institutions participated in NAB through a set of credit arrangements with IMF totaling SDR 34 billion (about \$48 billion on the date of establishment), of which the U.S. share is approximately SDR 6.6 billion (about \$10.2 billion at end-December 2004). 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	2004 actual	2005 est.	2006 est.
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year	24	17	7
22.10 Resources available from recoveries of prior year obligations .....	3		
22.40 Capital transfer to general fund .....	-10	-10	-7
23.90 Total budgetary resources available for obligation	17	7	
24.40 Unobligated balance carried forward, end of year	17	7	
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	3		
73.45 Recoveries of prior year obligations .....	-3		
74.40 Obligated balance, end of year .....			
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			
90.00 Outlays .....			

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	2004 actual	2005 est.	2006 est.
<b>Receipts:</b>			
02.20 Deposits, advances, Foreign military sales trust fund	11,734	10,882	11,114
<b>Appropriations:</b>			
05.00 Foreign military sales trust fund	-11,734	-10,882	-11,114
07.99 Balance, end of year			

**Program and Financing** (in millions of dollars)

Identification code 11-8242-0-7-155	2004 actual	2005 est.	2006 est.
<b>Obligations by program activity:</b>			
00.01 Civilian Personnel	27	28	30
09.01 Military personnel	94	98	98
09.02 Operations and maintenance	305	309	309
09.03 Procurement	9,930	8,834	8,926
09.04 Research, development, test and evaluation	27	27	27
09.06 Revolving and management funds	839	850	850
09.07 Construction	97	98	99
09.08 Other	361	365	365
10.00 Total new obligations	11,680	10,609	10,704

**Budgetary resources available for obligation:**

22.00 New budget authority (gross)	11,680	10,609	10,704
23.95 Total new obligations	-11,680	-10,609	-10,704

**New budget authority (gross), detail:****Mandatory:**

60.26 Appropriation (trust fund)	11,734	10,882	11,114
60.49 Portion applied to liquidate contract authority	-11,734	-10,882	-11,114
62.50 Appropriation (total mandatory)			
66.10 Contract authority	11,680	10,609	10,704
70.00 Total new budget authority (gross)	11,680	10,609	10,704

**Change in obligated balances:**

72.40 Obligated balance, start of year	22,082	23,267	22,994
73.10 Total new obligations	11,680	10,609	10,704
73.20 Total outlays (gross)	-10,495	-10,882	-11,114
74.40 Obligated balance, end of year	23,267	22,994	22,584

**Outlays (gross), detail:**

86.97 Outlays from new mandatory authority	1,049	1,239	1,342
86.98 Outlays from mandatory balances	9,446	9,643	9,772
87.00 Total outlays (gross)	10,495	10,882	11,114

**Net budget authority and outlays:**

89.00 Budget authority	11,680	10,609	10,704
90.00 Outlays	10,495	10,882	11,114
93.03 Obligated balance, start of year: Contract authority	16,223	18,049	18,895
93.04 Obligated balance, end of year: Contract authority	18,049	18,895	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**

	2004 actual	2005 est.	2006 est.
Estimates of new orders (sales)	13,300	13,800	13,200

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**

	2004 actual	2005 est.	2006 est.
Obligations of the fund	11,680	10,609	10,704

Receipts from foreign governments (appropriation)	11,734	10,882	11,114
Net budget authority	10,495	10,882	11,114
Payments from the fund (outlays)	10,495	10,882	11,114
Receipts from foreign governments (appropriation)	11,734	10,882	11,114
Net outlays	-1,239		

**Object Classification** (in millions of dollars)

Identification code 11-8242-0-7-155	2004 actual	2005 est.	2006 est.
99.0 Reimbursable obligations: Reimbursable obligations ...	11,653	10,581	10,674
<b>Allocation Account:</b>			
11.1 Personnel compensation: Full-time permanent	22	23	24
12.1 Civilian personnel benefits	5	5	6
99.0 Allocation account	27	28	30
99.9 Total new obligations	11,680	10,609	10,704

**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	2004 actual	2005 est.	2006 est.
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year	1	1	1
24.40 Unobligated balance carried forward, end of year	1	1	1
<b>Net budget authority and outlays:</b>			
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	2004 actual	2005 est.	2006 est.
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year	1	1	1
24.40 Unobligated balance carried forward, end of year	1	1	1
<b>Net budget authority and outlays:</b>			
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 and special funds—Continued

GENERAL FUND RECEIPT ACCOUNTS

(in millions of dollars)

	2004 actual	2005 est.	2006 est.
Offsetting receipts from the public:			
11-272330 Debt restructuring, Downward reestimates of subsidies .....	54	121	
11-272430 Foreign military financing, Downward reestimates of subsidies .....	85	58	
71-274910 Overseas Private Investment Corporation loans, Negative subsidies .....	35	10	13
71-274930 Overseas Private Investment Corporation loans, Downward reestimates of subsidy .....	92	419	
72-272530 Loan guarantees to Israel, Downward reestimates of subsidies .....	154	150	
72-273030 Microenterprise and small enterprise development, Downward reestimates of subsidies .....	2	3	
72-274430 Urban and environmental credit program, Downward reestimates of subsidies .....		7	
72-275230 Development credit authority program account, Downward reestimates of loan guarantees .....		3	
72-304200 Recoveries from various enterprise funds .....	5	5	5
General Fund Offsetting receipts from the public .....	427	776	18

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.

【RESTRICTIONS ON VOLUNTARY CONTRIBUTIONS TO UNITED NATIONS AGENCIES】

【SEC. 502. 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.】

LIMITATION ON RESIDENCE EXPENSES

SEC. 【503】 502. Of the funds appropriated or made available pursuant to this Act, not to exceed \$100,000 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 \$4,000 shall be available for entertainment expenses and not to exceed \$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 \$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 \$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 \$115,000 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 2005 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 2006 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.]

#### 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, except with respect to Libya, 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: 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 5 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, chapters 4, 5, 6, 8, and 9 of part II of the Foreign Assistance Act of 1961, 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 4 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 1 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

## 【SURPLUS COMMODITIES】—Continued

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 “Migration 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 or any similar provision of this Act or any other Act shall not apply to any reprogramming for an activity, program, or project for which funds are appropriated under 【title II】 titles II and III 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, 【2006】 2007.

## 【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 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.

(b) 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.

(c) 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.

(d) 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.

(e) 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 Europe and Eurasia 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 【2005】 2006, 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, or Cambodia 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 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[: *Provided further*, That of the funds appropriated under title II of this Act, not less than \$441,000,000 shall be made available for family planning/reproductive health].

## [AFGHANISTAN]

[SEC. 523. Of the funds appropriated by titles II and III of this Act, not less than \$980,000,000 should be made available for humanitarian, reconstruction, and related assistance for Afghanistan: *Provided*, 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 Independent Human Rights Commission and for other Afghan human rights organizations: *Provided further*, That to the maximum extent practicable members of the Afghan National Army should be vetted for involvement in terrorism, human rights violations, and drug trafficking: *Provided further*, That of the funds allocated for assistance for Afghanistan from this Act and other Acts making appropriations for foreign operations, export financing, and related programs for fiscal year 2005, not less than \$50,000,000 should be made available to support programs that directly address the needs of Afghan women and girls, of which not less than \$7,500,000 shall be made available for small grants to support training and equipment to improve the capacity of women-led Afghan nongovernmental organizations and to support the activities of such organizations.]

## [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.]

## [HIV/AIDS]

[SEC. 525. (a)(1) Notwithstanding any other provision of this Act, 25 percent of the funds that are appropriated by this Act for a contribution to support the Global Fund to Fight AIDS, Tuberculosis and Malaria (the “Global Fund”) shall be withheld from obligation to the Global Fund until the Secretary of State certifies to the Committees on Appropriations that the Global Fund—

(A) is establishing a full time, professional, independent office which reports directly to the Global Fund Board regarding, among other things, the integrity of processes for consideration and approval of grant proposals, and the implementation, monitoring and evaluation of grants made by the Global Fund;

(B) is strengthening domestic civil society participation, especially for people living with HIV/AIDS, in country coordinating mechanisms;

(C) is establishing procedures to assess the need for, and coordinate, technical assistance for Global Fund activities, in cooperation with bilateral and multilateral donors;

(D) has established clear progress indicators upon which to determine the release of incremental disbursements;

(E) is releasing such incremental disbursements only if positive results have been attained based on those indicators; and

(F) is providing support and oversight to country-level entities, such as country coordinating mechanisms, principal recipients, and local Fund agents, to enable them to fulfill their mandates.

(2) The Secretary of State may waive paragraph (1) of this subsection if he determines and reports to the Committees on Appropriations that such waiver is important to the national interest of the United States.

(b)(1) In furtherance of the purposes of section 104A of the Foreign Assistance Act of 1961, and to assist in providing a safe, secure, reliable, and sustainable supply chain of pharmaceuticals and other products needed to provide care and treatment of persons with HIV/AIDS and related infections, the Coordinator of the United States Government Activities to Combat HIV/AIDS Globally (the “Coordinator”) is authorized to establish an HIV/AIDS Working Capital Fund (in this section referred to as the “HIV/AIDS Fund”).

(2) Funds deposited during any fiscal year in the HIV/AIDS Fund shall be available without fiscal year limitation and used for pharmaceuticals and other products needed to provide care and treatment of persons with HIV/AIDS and related infections, including, but not limited to—

(A) anti-retroviral drugs;

(B) other pharmaceuticals and medical items needed to provide care and treatment to persons with HIV/AIDS and related infections;

(C) laboratory and other supplies for performing tests related to the provision of care and treatment to persons with HIV/AIDS and related infections;

(D) other medical supplies needed for the operation of HIV/AIDS treatment and care centers, including products needed in programs for the prevention of mother-to-child transmission;

(E) pharmaceuticals and health commodities needed for the provision of palliative care; and

(F) laboratory and clinical equipment, as well as equipment needed for the transportation and care of HIV/AIDS supplies, and other equipment needed to provide prevention, care and treatment of HIV/AIDS described above.

(3) There may be deposited during any fiscal year in the HIV/AIDS Fund payments for HIV/AIDS pharmaceuticals and products provided from the HIV/AIDS Fund received from applicable appropriations and funds of the United States Agency for International Development, the Department of Health and Human Services, the Department of Defense, or other Federal agencies and other sources at actual cost of the HIV/AIDS pharmaceuticals and other products, actual cost plus the additional costs of providing such HIV/AIDS pharmaceuticals and other products, or at any other price agreed to by the Coordinator or his designee.

(4) There may be deposited in the HIV/AIDS Fund payments for the loss of, or damage to, HIV/AIDS pharmaceuticals and products held in the HIV/AIDS Fund, rebates, reimbursements, refunds and other credits applicable to the operation of the HIV/AIDS Fund.

(5) At the close of each fiscal year the Coordinator may transfer out of the HIV/AIDS Fund to other HIV/AIDS programmatic areas such amounts as the Coordinator determines to be in excess of the needs of the HIV/AIDS Fund.

(6) At the close of each fiscal year the Coordinator shall submit a report to the Committees on Appropriations detailing the financial activities of the HIV/AIDS Fund, including sources of income and information regarding disbursements.]

## 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

## DEMOCRACY PROGRAMS—Continued

less than \$19,000,000 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 \$15,000,000 shall] may be made available, *notwithstanding any other provision of law*, 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 and activities in those countries: *Provided further*, That of the funds appropriated under this heading, \$3,000,000 shall be made available for programs and activities that provide professional training for journalists: *Provided further*,] That, notwithstanding any other provision of law, [not less than \$3,000,000 of such] *funds appropriated under the heading "Economic Support Fund" 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, notwithstanding any other provision of law, funds appropriated [pursuant to the authority of this subsection] *under the heading "Economic Support Fund" may be made available for democracy, human rights, and rule of law programs for Syria: 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 \$4,500,000 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 \$15,000,000 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)(1), not less than \$11,000,000 shall be made available for such Fund to support the activities described in subsection (b)(1): *Provided*, That up to \$1,200,000 may be used for the Reagan/Fascell Democracy Fellows program: *Provided further*, 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 \$37,000,000.

(d) Of the funds made available under subsection (a), not less than \$4,000,000 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)(1), not less than \$4,000,000 shall be made available for the National Endowment for Democracy to support the activities described in subsection (b)(1): *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 and obligation 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 notification procedures of the Committees on Appropriations,] 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. [(a) 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.

(b)] Funds made available by this Act 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 \$8,000,000 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 funds made available under this heading may be made available notwithstanding any other provision of law: *Provided further*, That in addition to assistance for Burmese refugees provided under the heading “Migration and Refugee Assistance” in this Act, not less than \$4,000,000 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 funds made available under this section shall be subject to the regular notification procedures of the Committees on Appropriations.

(c) The President shall include amounts expended by the Global Fund to Fight AIDS, Tuberculosis and Malaria to the State Peace and Development Council in Burma, directly or through groups and organizations affiliated with the Global Fund, in making determinations regarding the amount to be withheld by the United States from its contribution to the Global Fund pursuant to section 202(d)(4)(A)(ii) of Public Law 108–25.]

#### 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 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—

(1) 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

(2) 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, Sudan*, 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, Sudan*, 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) CONTINGENCIES.—During fiscal year [2005] 2006, the President may use up to [\$45,000,000] \$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) [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

## SPECIAL AUTHORITIES—Continued

contribution to the World Food Program, notwithstanding any other provision of law.]

[(j) 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.

[(j) TECHNICAL AMENDMENT.—Section 201(a)(2) of the North Korean Human Rights Act of 2004 (Public Law 108–333) is amended by striking “paragraphs (1) through (4) of section 202(b)” and inserting “subparagraphs (A) through (D) of section 202(b)(1).”]

[(k) REPORT MODIFICATION.—Section 406(b)(4) of the Foreign Relations Authorization Act, Fiscal Years 1990 and 1991 (Public Law 101–246; 22 U.S.C. 2414a(b)(4)) is amended by inserting after “United States” the following: “, including a separate listing of all plenary votes cast by member countries of the United Nations in the General Assembly on resolutions specifically related to Israel that are opposed by the United States.”]

[(l) (i) UNIVERSITY PROGRAMS.—Notwithstanding any other provision of law, funds made available in this Act under the heading “Development Assistance” may be made available to American educational institutions for programs and activities in the People’s Republic of China relating to the environment, democracy, and the rule of law[: *Provided*, That funds made available pursuant to this authority shall be subject to the regular notification procedures of the Committees on Appropriations].

[(m) INDOCHINESE PAROLEES.—Section 586 of the Foreign Operations, Export Financing, and Related Programs Appropriations Act, 2001 (8 U.S.C. 1255 note), as enacted into law by section 101(a) of Public Law 106–429, is amended—

(1) by striking “Attorney General” each place that term appears and inserting “Secretary of Homeland Security”;

(2) in subsection (a)—

(A) in the matter preceding paragraph (1), by striking “she” and inserting “the Secretary of Homeland Security”; and

(B) in paragraph (1), by striking “within three years after the date of promulgation by the Attorney General of regulations in connection with this title”;

(3) in subsection (c), by striking “212(8)(A)” and inserting “212(a)(8)(A)”;

(4) by striking subsection (d);

(5) by redesignating subsections (e) and (f) as subsections (d) and (e), respectively;

(6) by adding at the end the following new subsection:

“(f) ADJUDICATION OF APPLICATIONS.—The Secretary of Homeland Security shall—

“(1) adjudicate applications for adjustment under this section, notwithstanding any limitation on the number of adjustments under this section or any deadline for such applications that previously existed in law or regulation; and

“(2) not charge a fee in addition to any fee that previously was submitted with such application.”; and

(7) The amendments made by this subsection shall take effect as if enacted as part of the Foreign Operations, Export Financing, and Related Programs Appropriations Act, 2001.]

[(n) EXTENSION OF AUTHORITY.—Public Law 107–57, as amended, is further amended—

(1) in section 1(b) by striking “2004” wherever appearing (including in the caption), and inserting “2005”;

(2) in section 3(2), by striking “and 2004” and inserting “2004 and 2005”; and

(3) in section 6, by striking “2004” and inserting “2005”.]

(j) EXTENSION OF AUTHORITY.—Public Law 107–57, as amended, is further amended as follows in the specified subsections—

(1) in section 1(b) to read as follows: “FISCAL YEAR 2006.—

(1) WAIVER.—The President is authorized to waive, with respect to Pakistan, any provision of the foreign operations, export financing, and related programs appropriations Act for fiscal year 2006 that prohibits direct assistance to a country whose duly elected head of government was deposed by decree or military coup, if the President determines and certifies to the appropriate congressional committees that such waiver—

“(A) would facilitate the transition to democratic rule in Pakistan; and

“(B) is important to United States’ efforts to respond to, deter, or prevent acts of international terrorism.”;

(2) in section 3(2) to read as follows:

“(2) Such provision of the annual foreign operations, export financing, and related programs appropriations acts for fiscal years 2005 and 2006, as are comparable to sections 512 of the Foreign Operations, Export Financing, and Related Programs Appropriations Act, 2001 (Public Law 106–429; 114 Stat. 1900A–25).”; and

(3) in section 6 to read as follows:

“SEC 6. TERMINATION DATE.

“Except as otherwise provided in section 1 or 3, the provisions of this Act shall terminate on October 1, 2006.”.

[(o) (k) ENDOWMENTS.—

(1) [Of the funds] Funds appropriated by this Act and prior Acts making appropriations for foreign operations, export financing, and related programs, that are available for assistance for Cambodia[, the following amounts should be made available as follows] may be made available for the following:

(A) [\$2,000,000 for] an endowment for a Cambodian non-governmental organization to document genocide and crimes against humanity in Cambodia; and

(B) [\$3,750,000 for] an endowment for an American non-governmental organization to sustain rehabilitation programs in Cambodia for persons suffering from physical disabilities.

(2) Such organizations may place amounts made available under this subsection in interest bearing accounts and any interest earned on such investment shall be used for the purpose for which funds were made available under this subsection.

[(p) EXTENSION OF AUTHORITY.—Chapter 5 of title I of the Emergency Wartime Supplemental Appropriations Act, 2003 (Public Law 108–11), is amended under the heading “Loan Guarantees to Israel”—

(1) by striking “During the period beginning March 1, 2003, and ending September 30, 2005,” and inserting “During the period beginning March 1, 2003, and ending September 30, 2007.”; and

(2) by striking “That if less than the full amount of guarantees authorized to be made available is issued prior to September 30, 2005,” and inserting “That if less than the full amount of guarantees authorized to be made available is issued prior to September 30, 2007.”]

[(q) DEFINITION.—Section 603 of title VI of division D of the Consolidated Appropriations Act, 2004, Public Law 108–199, is amended by adding the following paragraph:

“(8) INVESTMENTS IN THE PEOPLE.—The term “investments in the people” means government policies or programs of an eligible country that promote the health, education, and other factors which contribute to the well-being and productivity of their people, such as decent, affordable housing for all.”]

## [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.]

## ELIGIBILITY FOR ASSISTANCE

SEC. [536] 524. (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 [2005] 2006, 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. [537] 525. (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. [538] 526. 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. [539] 527. 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. 540. 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. 541. 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. 542. (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 AND REAL PROPERTY TAXES OWED BY FOREIGN COUNTRIES]

[SEC. 543. (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 and unpaid property taxes owed by the central government of such country shall be withheld from obligation for assistance for the central government of such country until the Secretary of State submits a certification to the appropriate congressional committees stating that such parking fines and penalties and unpaid property taxes 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 regular notification procedures of the appropriate congressional committees, provided that no such funds shall be made available for assistance for the central government of a foreign country that has not paid the total amount of the fully adjudicated parking fines and penalties and unpaid property taxes owed by such country.

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

(d)(1) The Secretary of State may waive the requirements set forth in subsection (a) with respect to parking fines and penalties 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.

(2) The Secretary of State may waive the requirements set forth in subsection (a) with respect to the unpaid property taxes if the Secretary of State 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 and unpaid property taxes and interest owed by nations receiving foreign assistance under this Act.

(f) In this section:

(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—

**[WITHHOLDING OF ASSISTANCE FOR PARKING FINES AND REAL PROPERTY TAXES OWED BY FOREIGN COUNTRIES]—Continued**

- (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, 2004.
- (4) The term “unpaid property taxes” means the amount of unpaid taxes and interest determined to be owed by a foreign country on real property in the District of Columbia or New York, New York in a court order or judgment entered against such country by a court of the United States or any State or subdivision thereof.]

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

SEC. [544] 528. 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. [545] 529. 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 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. [546] 530. 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. [547] 531. 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 pro-

vided 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. [548] 532. 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.

**HAITI**

SEC. [549]. (a) Of the funds appropriated by this Act, not less than the following amounts shall be made available for assistance for Haiti—

- (1) \$20,000,000 from “Child Survival and Health Programs Fund”;
- (2) \$25,000,000 from “Development Assistance”, of which funds should be made available for poverty reduction, agriculture, environment, and basic education programs; and
- (3) \$40,000,000 from “Economic Support Fund”, of which funds should be made available for judicial reform programs, police training, and activities in support of national elections.

(b) 533. 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. [550] 534. (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. 551. 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. 552. 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.】

## 【AUTHORIZATION REQUIREMENT】

【SEC. 553. Funds appropriated by this Act, except funds appropriated under the headings “Trade and Development Agency”, “Millennium Challenge Corporation”, “Overseas Private Investment Corporation”, and “Global HIV/AIDS Initiative”, 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.】

## 【CAMBODIA】

【SEC. 554. (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, development and implementation of legislation and implementation of procedures on inter-country adoptions consistent with international standards, rule of law programs, counter-narcotics programs, 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) Notwithstanding subsection (b), 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 extra-judicial and political killings that occurred during the March 1997 grenade attack against the Khmer Nation Party.

(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 unless the Secretary of State determines and reports to the Committees on Appropriations that: (1) Cambodia’s judiciary is competent, independent, free from widespread corruption, and its decisions are free from interference by the executive branch; and (2) the proposed tribunal is capable of delivering justice, that meets internationally recognized standards, for crimes against humanity and genocide in an impartial and credible manner.】

## 【PALESTINIAN STATEHOOD】

【SEC. 555. (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 550 of this Act (“Limitation on Assistance to the Palestinian Authority”).】

## 【COLOMBIA】

【SEC. 556. (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 Procuraduría General de la Nación, 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 Government is 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, 2005, 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.

## 【COLOMBIA】—Continued

(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, 2006, 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. 557. (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. 【558】 535. 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. 559. (a) OVERSIGHT.—For fiscal year 2005, 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 appropriate steps to ensure that such assistance is not provided to or through any individual, private or government entity, or educational institution 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 and shall terminate assistance to any individual, entity, or educational institution which he has determined to be involved in or advocating terrorist activity.

(c) PROHIBITION.—None of the funds appropriated by this Act for assistance under the West Bank and Gaza program may be made available for the purpose of recognizing or otherwise honoring individuals who commit, or have committed, acts of terrorism.

(d) 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. 560. (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 2005, \$34,000,000 shall be made available for the United Nations Population Fund (hereafter in this section referred to as the “UNFPA”): *Provided*, That of this amount, not less than \$25,000,000 shall be derived from funds appropriated under the heading “International Organizations and Programs”.

(b) AVAILABILITY OF FUNDS.—Funds appropriated under the heading “International Organizations and Programs” in this Act that are available for UNFPA, that are not made available for UNFPA because of the operation of any provision of law, shall be transferred to “Child Survival and Health Programs Fund” and shall be made available for family planning, maternal, and reproductive health activities, subject to the regular notification procedures of the Committees on Appropriations.

(c) REPROGRAMMING OF FUNDS.—Of the funds appropriated in Public Law 108–199 that were available for the UNFPA, \$12,500,000 shall be made available for anti-trafficking programs: *Provided*, That of the funds appropriated in Public Law 108–199 that were available for the UNFPA, \$12,500,000 shall be made available for the family planning, maternal, and reproductive health activities of the United States Agency for International Development in Albania, Azerbaijan, the Democratic Republic of the Congo, Ethiopia, Georgia, Haiti, Kazakhstan, Kenya, Nigeria, Romania, Russia, Rwanda, Tanzania, Uganda, and the Ukraine: *Provided further*, 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” for fiscal year 2005 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.】

## 【WAR CRIMINALS】

【SEC. 561. (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.

(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. 562. 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. 563. (a) Funds appropriated by this Act may be made available for assistance for the central Government of Serbia after May 31, 2005, if the President has made the determination and certification contained in subsection (c).

(b) After May 31, 2005, 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 Serbia and Montenegro 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 Government of Serbia and Montenegro 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 Serbia and Montenegro 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.

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

#### COMMUNITY-BASED POLICE ASSISTANCE

SEC. 【564】 536. (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 through training and technical assistance in human rights, the rule of law, strategic planning, and through assistance to foster civilian police roles that sup-

port democratic governance including assistance for programs to prevent conflict, respond to disasters, address gender-based violence, and foster improved police relations with the communities they serve.

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

#### SPECIAL DEBT RELIEF FOR THE POOREST

SEC. 【565】 537. (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. 【566】 538. (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

## AUTHORITY TO ENGAGE IN DEBT BUYBACKS OR SALES—Continued

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”.

## 【BASIC EDUCATION】

【SEC. 567. Of the funds appropriated by title II of this Act, not less than \$400,000,000 shall be made available for basic education.】

## 【RECONCILIATION PROGRAMS】

【SEC. 568. Of the funds appropriated under the heading “Economic Support Fund”, not less than \$12,000,000 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.】

## SUDAN

SEC. 【569】 539. 【(a) AVAILABILITY OF FUNDS.—Of the funds appropriated by title II of this Act, not less than \$311,000,000 should be made available for assistance for Sudan.

(b) LIMITATION ON ASSISTANCE.—Subject to subsection (c):

(1) Notwithstanding section 501(a) of the International Malaria Control Act of 2000 (Public Law 106–570) or any other provision of law, none of the funds appropriated by this Act may be made available for assistance for the Government of Sudan.

(2) None of the funds appropriated by this Act may be made available for the cost, as defined in section 502, of the Congressional Budget Act of 1974, of modifying loans and loan guarantees held by the Government of Sudan, including the cost of selling, reducing, or canceling amounts owed to the United States, and modifying concessional loans, guarantees, and credit agreements.

(c) Subsection (b) shall not apply if the Secretary of State determines and certifies to the Committees on Appropriations that—

(1) the Government of Sudan has taken significant steps to disarm and disband government-supported militia groups in the Darfur region;

(2) the Government of Sudan and all government-supported militia groups are honoring their commitments made in the ceasefire agreement of April 8, 2004; and

(3) the Government of Sudan is allowing unimpeded access to Darfur to humanitarian aid organizations, the human rights investigation and humanitarian teams of the United Nations, including protection officers, and an international monitoring team that is based in Darfur and that has the support of the United States.

(d) EXCEPTIONS.—The provisions of subsection (b) shall not apply to—

(1) humanitarian assistance; and

(2) assistance for Darfur and for areas outside the control of the Government of Sudan.

(e) NOTIFICATION.—Not more than \$45,000,000 of the funds appropriated by this Act under the headings “International Disaster and Famine Assistance” and “Transition Initiatives” may be made available for assistance for Sudan outside of the Darfur region unless written notice has been provided to the Committees on Appropriations not less than 5 days prior to the obligation of such funds.

(f) DEFINITIONS.—【For the purposes of 【this Act and】 section 501 of Public Law 106–570, the terms “Government of Sudan”, “areas outside of control of the Government of Sudan”, and “area in Sudan outside of control of the Government of Sudan” shall have the same meaning and application as was the case immediately prior to June 5, 2004, and, 【with regard to assistance in support of a viable peace agreement,】 Southern Kordofan/Nuba Mountains State, Blue Nile State and Abyei shall be deemed “areas outside of control of the Government of Sudan”.

【(g) APPROPRIATION.—In addition to amounts appropriated elsewhere in this Act, \$75,000,000 is hereby appropriated for “Peace-keeping Operations” to support peace and humanitarian intervention operations for Sudan, and \$18,000,000 is hereby appropriated for “International Disaster and Famine Assistance” for humanitarian assistance and related activities in Sudan: *Provided*, That the entire amount appropriated in this subsection is designated as an emergency requirement pursuant to section 402 of S. Con. Res. 95 (108th Congress), as made applicable to the House of Representatives by H. Res. 649 (108th Congress) and applicable to the Senate by section 14007 of Public Law 108–287: *Provided further*, That the Secretary of State shall consult with the Committees on Appropriations regarding the proposed uses of these funds within 30 days of the date of enactment of this Act.

(h) TECHNICAL CHANGE.—Section 12 of the International Organizations Immunities Act (22 U.S.C. 288f–2) is amended by striking “Organization of African Unity” and inserting “African Union”.]

## 【TRADE CAPACITY BUILDING】

【SEC. 570. 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 \$507,000,000 should be made available for trade capacity building assistance: *Provided*, That \$20,000,000 of the funds appropriated in this Act under the heading “Economic Support Fund” shall be made available for labor and environmental capacity building activities relating to the free trade agreement with the countries of Central America and the Dominican Republic.】

## EXCESS DEFENSE ARTICLES FOR CENTRAL AND SOUTH EUROPEAN COUNTRIES AND CERTAIN OTHER COUNTRIES

SEC. 【571】 540. Notwithstanding section 516(e) of the Foreign Assistance Act of 1961 (22 U.S.C. 2321j(e)), during fiscal year 【2005】 2006, 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, *Afghanistan*, Bulgaria, Croatia, Estonia, Former Yugoslav Republic of Macedonia, Georgia, India, *Iraq*, Kazakhstan, Kyrgyzstan, Latvia, Lithuania, Moldova, Mongolia, Pakistan, Romania, Slovakia, Tajikistan, Turkmenistan, Ukraine, and Uzbekistan.

## 【INDONESIA】

【SEC. 572. (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 Secretary of State certifies to the appropriate congressional committees that—

(1) the Armed Forces are taking steps to counter international terrorism, consistent with democratic principles and the rule of law, and in cooperation with countries in the region;

(2) the Indonesian Government is prosecuting and punishing, in a manner proportional to the crime, members of the 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;

(3) at the direction of the President of Indonesia, the Armed Forces are cooperating with civilian judicial authorities and with international efforts to resolve cases of gross violations of human rights in East Timor and elsewhere; and

(4) at the direction of the President of Indonesia, the Armed Forces are implementing reforms to increase the transparency and accountability of their operations and financial management, including making publicly available audits of receipts and expenditures.

(b) Funds appropriated under the heading “International Military Education and Training” may be made available for assistance for Indonesia if the Secretary of State determines and reports to the Committees on Appropriations that the Indonesian Government and Armed Forces are cooperating with the Federal Bureau of Investigation’s investigation into the August 31, 2002, murders of two American citizens and one Indonesian citizen in Timika, Indonesia: *Provided*, That this restriction shall not apply to expanded international military education and training, which may include English language training.]

#### 【LIMITATION ON CONTRACTS】

【SEC. 573. None of the funds made available under this Act may be used to fund any contract in contravention of section 8(d)(6) of the Small Business Act (15 U.S.C. 637(d)(6)).】

#### LIMITATION ON ECONOMIC SUPPORT FUND ASSISTANCE FOR CERTAIN FOREIGN GOVERNMENTS THAT ARE PARTIES TO THE INTERNATIONAL CRIMINAL COURT

SEC. 【574】 541. (a) None of the funds made available in this Act in title II under the heading “Economic Support Fund” may be used to provide assistance to the government of a country that is a party to the International Criminal Court and has not entered into an agreement with the United States pursuant to Article 98 of the Rome Statute preventing the International Criminal Court from proceeding against United States personnel present in such country.

(b) The President may, without prior notice to Congress, waive the prohibition of subsection (a) with respect to a North Atlantic Treaty Organization (“NATO”) member country, a major non-NATO ally (including Australia, Egypt, Israel, Japan, Jordan, Argentina, the Republic of Korea, and New Zealand), [or] Taiwan, or *such other country as he may determine* if he determines and reports to the appropriate congressional committees that it is important to the national [security] interests of the United States to waive such prohibition.

(c) The President may, without prior notice to Congress, waive the prohibition of subsection (a) with respect to a particular country if he determines and reports to the appropriate congressional committees that such country has entered into an agreement with the United States pursuant to Article 98 of the Rome Statute preventing the International Criminal Court from proceeding against United States personnel present in such country.

(d) The prohibition of this section shall not apply to countries otherwise eligible for assistance under the Millennium Challenge Act of 2003, notwithstanding section 606(a)(2)(B) of such Act.

#### 【PROHIBITION AGAINST DIRECT FUNDING FOR SAUDI ARABIA】

【SEC. 575. None of the funds appropriated or otherwise made available pursuant to this Act shall be obligated or expended to finance any assistance to Saudi Arabia: *Provided*, That the President may waive the prohibition of this section if he certifies to the Committees on Appropriations, 15 days prior to the obligation of funds for assistance for Saudi Arabia, that Saudi Arabia is cooperating with efforts to combat international terrorism and that the proposed assistance will help facilitate that effort.】

#### 【ENVIRONMENT PROGRAMS】

【SEC. 576. (a) FUNDING.—Of the funds appropriated under the heading “Development Assistance”, not less than \$165,500,000 shall be made available for programs and activities which directly protect biodiversity, including forests, in developing countries, of which not less than \$8,000,000 should be made available to implement a regional strategy for biodiversity conservation in the countries comprising the Amazon basin of South America, including to improve the capacity of indigenous communities and local law enforcement agencies to protect the biodiversity of indigenous reserves, which

amount shall be in addition to the amounts requested for biodiversity activities in these countries in fiscal year 2005: *Provided*, That of the funds appropriated by this Act, not less than \$180,000,000 shall be made available to support clean energy and other climate change policies and programs in developing countries, of which \$100,000,000 should be made available to directly promote and deploy energy conservation, energy efficiency, and renewable and clean energy technologies, and of which the balance should be made available to directly: (1) measure, monitor, and reduce greenhouse gas emissions; (2) increase carbon sequestration activities; and (3) 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 2006 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 2005, 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 2004 obligations and estimated expenditures, fiscal year 2005 estimated expenditures and estimated obligations, and fiscal year 2006 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.

(c) EXTRACTION OF NATURAL RESOURCES.—

(1) The Secretary of the Treasury shall inform the managements of the international financial institutions and the public that it is the policy of the United States that any assistance by such institutions (including but not limited to any loan, credit, grant, or guarantee) for the extraction and export of oil, gas, coal, timber, or other natural resource should not be provided unless the government of the country has in place or is taking the necessary steps to establish functioning systems for: (i) accurately accounting for revenues and expenditures in connection with the extraction and export of the type of natural resource to be extracted or exported; (ii) the independent auditing of such accounts and the widespread public dissemination of the audits; and (iii) verifying government receipts against company payments including widespread dissemination of such payment information in a manner that does not create competitive disadvantage or disclose proprietary information.

(2) Not later than 180 days after the enactment of this Act, the Secretary of the Treasury shall submit a report to the Committees on Appropriations describing, for each international financial institution, the amount and type of assistance provided, by country, for the extraction and export of oil, gas, coal, timber, or other national resource since September 30, 2004.】

#### 【UZBEKISTAN】

【SEC. 577. 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.】

#### 【CENTRAL ASIA】

【SEC. 578. (a) 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.

(b) The Secretary of State may waive subsection (a) if he determines and reports to the Committees on Appropriations that such a waiver is in the national security interest of the United States.

## 【CENTRAL ASIA】—Continued

(c) Not later than October 1, 2005, 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.

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

## 【DISABILITY PROGRAMS】

【SEC. 579. (a) Of the funds appropriated by this Act under the heading “Economic Support Fund”, not less than \$2,500,000 shall be made available for programs and activities to address the needs and protect the rights of people with disabilities in developing countries: *Provided*, That such funds shall be administered by the United States Agency for International Development (“USAID”) and the Department of State, and shall be available for grants to nongovernmental organizations that work on behalf of people with disabilities in such countries.

(b) The Secretary of State and the USAID Administrator shall designate within their respective agencies an individual to serve as Disability “Advisor” or “Coordinator”, whose function it shall be to ensure that disability rights are addressed, where appropriate, in United States policies and programs.

(c) Funds made available under subsection (a) may be made available for an international conference on the needs of people with disabilities, including disability rights, advocacy and access.

(d) The Secretary of State, the Secretary of the Treasury, and the USAID Administrator shall seek to ensure that the needs of people with disabilities are addressed, where appropriate, in democracy, human rights, and rule of law programs, projects and activities supported by the Department of State, Department of the Treasury, and USAID.

(e) The USAID Administrator shall seek to ensure that programs, projects and activities administered by USAID comply fully with USAID’s “Policy Paper: Disability” issued on September 12, 1997: *Provided*, That not later than 90 days after enactment of this Act, USAID shall implement procedures to require that prospective grantees seeking funding from USAID specify, when relevant, how the proposed program, project or activity for which funding is being requested will include protecting the rights and addressing the needs of persons with disabilities.】

## 【ZIMBABWE】

【SEC. 580. 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. 581. (a) The Secretary of the 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” should 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 Re-

gion and in other Tibetan communities in China, and not less than \$250,000 should be made available to the National Endowment for Democracy for human rights and democracy programs relating to Tibet.】

## 【NIGERIA】

【SEC. 582. 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.】

## 【DISCRIMINATION AGAINST MINORITY RELIGIOUS FAITHS IN THE RUSSIAN FEDERATION】

【SEC. 583. 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 which has 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.】

## 【CENTRAL AMERICA】

【SEC. 584. (a) Of the funds appropriated by this Act under the headings “Child Survival and Health Programs Fund” and “Development Assistance”, not less than the amount of funds initially allocated pursuant to section 653(a) of the Foreign Assistance Act of 1961 for fiscal year 2004 should be made available for El Salvador, Guatemala, Nicaragua and Honduras.

(b) Not to exceed \$3,227,000 in prior year “Military Assistance Program” funds that are available for Guatemala may be made available for non-lethal defense items for Guatemala if the Secretary of State certifies 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 that—

(1) the role of the Guatemalan military has been limited, in doctrine and in practice, to substantially those activities in defense of Guatemala’s sovereignty and territorial integrity that are permitted by the 1996 Peace Accords, and the Government of Guatemala is taking steps to pass a new governing law of the Army (*Ley Constitutiva del Ejército*);

(2) the Guatemalan military is cooperating with civilian judicial authorities, including providing full cooperation on access to witnesses, documents and classified intelligence files, in investigations and prosecutions of military personnel who have been implicated in human rights violations and other criminal activity;

(3) the Government of Guatemala is working with the United Nations to resolve legal impediments to the establishment of the Commission for the Investigation of Illegal Groups and Clandestine Security Organizations (CICIACS), so that CICIACS can effectively accomplish its mission of investigating and bringing to justice illegal groups and members of clandestine security organizations;

(4) the Government of Guatemala is continuing its efforts to make the military budget process transparent and accessible to civilian authorities and to the public, for both present and past expenditures;

(5) the Government of Guatemala is working to facilitate the prompt establishment of an office in Guatemala of the United Nations High Commissioner for Human Rights with the unimpeded authority to investigate and report on human rights in Guatemala; and

(6) the Government of Guatemala is taking steps to increase its efforts to combat narcotics trafficking and organized crime.

(c) Section 527 of the Foreign Relations Authorization Act, Fiscal Years 1994 and 1995 (22 U.S.C. 2370(a)) is amended by adding at the end the following new subsection:

“(i) CERTAIN CLAIMS FOR EXPROPRIATION BY THE GOVERNMENT OF NICARAGUA.—

“(1) Any action of the types set forth in subparagraphs (A), (B), and (C) of subsection (a)(1) that was taken by the Government of Nicaragua during the period beginning on January 1, 1956, and ending on January 9, 2002, shall not be considered in implementing the prohibition under subsection (a) unless the action has

been presented in accordance with the procedure set forth in paragraph (2).

“(2) An action shall be deemed presented for purposes of paragraph (1) if it is—

“(A) in writing; and

“(B) received by the United States Department of State on or before 120 days after the date specified in paragraph (3) at—

“(i) the headquarters of the United States Department of State in Washington, D.C.; or

“(ii) the Embassy of the United States of America to Nicaragua.

“(3) The date to which paragraph (2) refers is a date after enactment of this subsection that is specified by the Secretary of State, in the Secretary’s discretion, in a notice published in the Federal Register.”.]

#### 【WAR CRIMES IN AFRICA】

【SEC. 585. (a) The Congress recognizes the important contribution that the democratically elected Government of Nigeria has played in fostering stability in West Africa.

(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 government 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 submit a 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.】

#### 【ADMISSION OF REFUGEES】

【SEC. 586. (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 maintain 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.】

#### 【CODE OF CONDUCT】

【SEC. 587. (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.】

#### UNITED STATES AGENCY FOR INTERNATIONAL DEVELOPMENT HIRING AUTHORITY

SEC. 【588】 542. (a) AUTHORITY.—Up to 【\$37,500,000】 \$94,650,000 of the funds made available in this Act 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”, and funds to carry out title II of the Agricultural Trade Development and Assistance Act of 1954 (“P.L. 480”) may be used by the United States Agency for International Development (USAID) to hire and employ individuals in the United States and overseas on a limited appointment basis pursuant to the authority of sections 308 and 309 of the Foreign Service Act of 1980.

(b) RESTRICTIONS.—

(1) The number of individuals hired in any fiscal year pursuant to the authority contained in subsection (a) may not exceed 175【, of which not more than 75 may be hired for employment in the United States】.

(2) The authority to hire individuals contained in subsection (a) shall expire on September 30, 2007.

(c) CONDITIONS.—The authority of this section may only be used—

(1) to the extent that an equivalent number of positions that are filled by personal services contractors or other nondirect-hire employees of USAID, who are compensated with funds appropriated to carry out part I of the Foreign Assistance Act of 1961, including funds appropriated under the heading “Assistance for Eastern Europe and the Baltic States”, and title II of P.L. 480 are eliminated; and

(2) 【after consultations between the Committees on Appropriations and the USAID Administrator on the implementation of this section and USAID work force issues more generally】 funds to carry out title II of P.L. 480 may be used only for individuals hired pursuant to subsection (a) assigned to the Office of Food for Peace.

(d) PRIORITY SECTORS.—In exercising the authority of this section, primary emphasis shall be placed on enabling USAID to meet personnel positions in technical skill areas currently encumbered by contractor or other nondirect-hire personnel.

(e) CONSULTATIONS.—【After the initial consultations required by subsection (c)(2), the】 The USAID Administrator shall consult with the Committees on Appropriations at least on a quarterly basis 【hereafter】 concerning the implementation of this section.

(f) PROGRAM ACCOUNT CHARGED.—The account charged for the cost of an individual hired and employed under the authority of this section shall be the account to which such individual’s responsibilities primarily relate. Funds made available to carry out this section may be transferred to and merged and consolidated with funds appropriated for “Operating Expenses of the United States Agency for International Development”.

(g) 【RELATION TO PRIOR LAW.—Upon completion of the consultations required by subsection (c)(2), the authority contained in this section shall supersede the authority contained in section 525 of the Foreign Operations, Export Financing, and Related Programs Appropriations Act, 2004.

(h)】 DISASTER SURGE CAPACITY.—Funds appropriated by this Act to carry out 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 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 in response to natural disasters.

#### 【OVERSEAS PRIVATE INVESTMENT CORPORATION AND EXPORT-IMPORT BANK RESTRICTIONS】

【SEC. 589. (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).

## 【ADMISSION OF REFUGEES】—Continued

## 【OVERSEAS PRIVATE INVESTMENT CORPORATION AND EXPORT-IMPORT BANK RESTRICTIONS】—Continued

(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.】

## 【SECURITY IN ASIA】

【SEC. 590. (a) INDONESIA.—Funds made available for assistance for Indonesia under the heading “Foreign Military Financing Program” may be made available for assistance for the Indonesian navy notwithstanding section 572 of this Act if the Secretary of State reports to the Committees on Appropriations that the Indonesian navy is not violating human rights and is cooperating with civilian judicial authorities on cases involving human rights violations: *Provided*, That such funds may only be made available for assistance for the Indonesian navy for the purposes of enhancing maritime security: *Provided further*, That such funds shall be made available subject to the regular notification procedures of the Committees on Appropriations.

(b) CAMBODIA.—Funds made available for assistance for Cambodia under the heading “Foreign Military Financing Program” may be made available notwithstanding section 554 of this Act: *Provided*, That such funds shall only be made available subject to the regular notification procedures of the Committees on Appropriations.

(c) NEPAL.—

(1) The Congress deplores and condemns the Maoist insurgency in Nepal which has engaged in widespread atrocities against civilians and Nepalese security forces, and calls on other nations to denounce these vicious acts.

(2) Funds appropriated under the heading “Foreign Military Financing Program” may be made available for assistance for Nepal if the Secretary of State reports to the Committees on Appropriations that the Government of Nepal:

(A) has determined the number of and is making substantial progress in complying with habeas corpus orders issued by the Supreme Court of Nepal, including all outstanding orders;

(B) is cooperating with the National Human Rights Commission of Nepal to identify and resolve all security related cases involving individuals in government custody;

(C) is granting the National Human Rights Commission of Nepal unimpeded access to all places of detention; and

(D) is taking effective steps to end torture by security forces and to prosecute members of such forces who are responsible for gross violations of human rights.

(3) The Secretary of State may waive the requirements of paragraph (2) if he determines and reports to the Committees on Appropriations that to do so is in the national security interests of the United States.】

## HIPC DEBT REDUCTION AND TRUST FUND

SEC. 【591】 543. 【(a) Section 801(b)(1) of Public Law 106–429 is amended—

(1) by inserting “(i)” after “appropriated”; and

(2) by inserting before the period “; and (ii) for fiscal years 2004–2006, not more than \$150,000,000, for purposes of additional United States contributions to the HIPC Trust Fund administered by the Bank, which are authorized to remain available until expended”.

(b) Section 501(i) of Public Law 106–113 is amended by striking “2003–2004” and inserting “2000–2006”.】

*Section 501(b) of title V of H.R. 3425, as enacted into law by section 1000(a)(5) of Division B of Public Law 106–113 (113 Stat. 1501A–311), is amended by inserting a new paragraph (5) as follows: “(5) An Act to Promote the Defense of the United States (The Lend-Lease Act of 1941), 55 Stat. 31, as amended (1941).”*

## 【COMPLIANCE WITH THE ALGIERS AGREEMENTS】

【SEC. 592. None of the funds appropriated by this Act may be made available for assistance for the central Governments of Ethiopia

or Eritrea unless the Secretary of State certifies and reports to the Committees on Appropriations that such government is taking steps to comply with the terms of the Algiers Agreements: *Provided*, That this section shall not apply to democracy, rule of law, peacekeeping programs and activities, child survival and health, basic education, and agriculture programs: *Provided further*, That the Secretary may waive the requirements of this section if he determines that to do so is in the national security interests of the United States.】

## 【ADMINISTRATIVE PROVISIONS RELATED TO MULTILATERAL DEVELOPMENT BANKS】

【SEC. 593. (a) Section 1307 of the International Financial Institutions Act (22 U.S.C. 262m–7) is amended—

(1) by striking subsection (a) and inserting the following:

“(a) ASSESSMENT REQUIRED BEFORE FAVORABLE VOTE ON PROPOSAL.—The Secretary of the Treasury shall instruct the United States Executive Director of each multilateral development bank not to vote in favor of any proposal (including but not limited to any loan, credit, grant, guarantee) which would result or be likely to result in significant impact on the environment, unless the Secretary, after consultation with the Secretary of State and the Administrators of the United States Agency for International Development and the Environmental Protection Agency, determines that for at least 120 days before the date of the vote—

“(1) an assessment analyzing the environmental impacts of the proposed action, including associated and cumulative impacts, and of alternatives to the proposed action, has been completed by the borrower or the bank and has been made available to the board of directors of the bank; and

“(2) such assessment or a comprehensive summary of the assessment (with proprietary information redacted) has been made available to affected groups, and local nongovernmental organizations and notice of its availability in the country and at the bank has been posted on the bank’s website.”; and

(2) by striking subsection (g) and inserting the following:

“(g) MULTILATERAL DEVELOPMENT BANK DEFINED.—In this title, the term ‘multilateral development bank’ means the International Bank for Reconstruction and Development, the European Bank for Reconstruction and Development, the International Development Association, the International Finance Corporation, the Multilateral Investment Guarantee Agency, the African Development Bank, the African Development Fund, the Asian Development Bank, the Inter-American Development Bank, the Inter-American Investment Corporation, any other institution (other than the International Monetary Fund) specified in section 1701(c)(2), and any subsidiary of any such institution.”.

(b) Section 1303(b) of the International Financial Institutions Act (22 U.S.C. 262m–2(b)) is amended—

(1) by inserting “(1)” after “(b)” and replacing “International Bank for Reconstruction and Development, the Inter-American Development Bank, the Asian Development Bank, the African Development Bank” with the phrase “multilateral development banks as defined in section 1307(g)”; and

(2) by inserting at the end of subsection (b) the following text:

“(2) The Secretary of the Treasury shall instruct such Executive Directors to work with other countries’ Executive Directors and multilateral development bank management to—

“(A) improve the procedures of each multilateral development bank for providing its board of directors with a complete and accurate record regarding public consultation before they vote on proposed projects with significant environmental implications; and

“(B) revise bank procedures to consistently require public consultation on operational policy proposals or revisions that have significant environmental or social implications.

“(3) Progress under this subsection shall be incorporated into Treasury’s required annual report to Congress on the environmental performance of the multilateral development banks.”.】

## 【VIETNAMESE REFUGEES】

【SEC. 594. (a) ELIGIBILITY FOR IN-COUNTRY REFUGEE PROCESSING IN VIETNAM.—For purposes of eligibility for in-country refugee processing for nationals of Vietnam during fiscal years 2004 and 2005, an alien described in subsection (b) shall be considered to be a refugee of special humanitarian concern to the United States (within the meaning of section 207 of the Immigration and Nationality Act (8 U.S.C. 1157)) and shall be admitted to the United States for resettlement if the alien would be admissible as an immigrant under the Immigration and Nationality Act (except as provided in section 207(c)(3) of that Act).



(b) ALIENS COVERED.—An alien described in this subsection is an alien who—

- (1) is the son or daughter of a qualified national;
- (2) is 21 years of age or older; and
- (3) was unmarried as of the date of acceptance of the alien's parent for resettlement under the Orderly Departure Program or through the United States Consulate General in Ho Chi Minh City.

(c) QUALIFIED NATIONAL.—The term “qualified national” in subsection (b)(1) means a national of Vietnam who—

- (1)(A) was formerly interned in a re-education camp in Vietnam by the Government of the Socialist Republic of Vietnam; or
- (B) is the widow or widower of an individual described in subparagraph (A);
- (2)(A) qualified for refugee processing under the Orderly Departure Program re-education subprogram; and
- (B) is or was accepted under the Orderly Departure Program or through the United States Consulate General in Ho Chi Minh City—
  - (i) for resettlement as a refugee; or
  - (ii) for admission to the United States as an immediate relative immigrant; and
- (3)(A) is presently maintaining a residence in the United States or whose surviving spouse is presently maintaining such a residence; or
- (B) was approved for refugee resettlement or immigrant visa processing and is awaiting departure formalities from Vietnam or whose surviving spouse is awaiting such departure formalities.】

【JOINT EXPLANATORY STATEMENT】

【SEC. 595. (a) Funds provided in this Act for the following accounts shall be made available for programs and countries in the amounts

contained in the respective tables included in the joint explanatory statement of managers accompanying this Act:

“Economic Support Fund”.

“Assistance for Eastern Europe and the Baltic States”.

“Assistance for the Independent States of the Former Soviet Union”.

“Andean Counterdrug Initiative”.

“Nonproliferation, Anti-Terrorism, Demining and Related Programs”.

“Foreign Military Financing Program”.

“International Organizations and Programs”.

(b) Any proposed increases or decreases to the amounts contained in such tables in the joint explanatory statement of managers shall be subject to the regular notification procedures of the Committees on Appropriations and section 634A of the Foreign Assistance Act of 1961.】 (*Foreign Operations, Export Financing, and Related Programs Appropriations Act, 2005.*)

OPIC TRANSFER AUTHORITY

*SEC. 544. Whenever the President determines that it is in furtherance of the purposes of the Foreign Assistance Act of 1961, up to a total of \$20,000,000 of the funds appropriated under title II of this Act or of any prior Act making appropriations for foreign operations, export financing, and related programs, may be transferred to and merged with funds appropriated by this Act for the Overseas Private Investment Corporation Program Account, to be subject to the terms and conditions of that account: Provided, That such funds shall not be available for administrative expenses of the Overseas Private Investment Corporation: Provided further, That funds earmarked by this Act or such prior Acts shall not be transferred pursuant to this section: Provided further, That the exercise of such authority shall be subject to the regular notification procedures of the Committees on Appropriations.*