

June 30, 1969

6p

PROJECT IMPLEMENTATION PLAN

Approved by
1969 MS

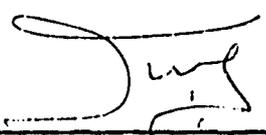
- 1. Project Title: Customs Administration
- 2. Project No. : 663-11-750-147
- 3. PROP No. : TOAID A-299, July 15, 1969
- 4. Period covered by this PIP:
 Begin: FY 1969
 End : FY 1973

5. Project Statement: 3

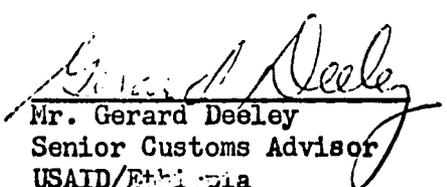
This project was started in FY 1969 and is expected to be physically completed in FY 1973. The project is being implemented jointly by the Imperial Ethiopian Customs Administration and the USAID Customs Advisory Team. The project is designed to improve the administrative and operational effectiveness of the Imperial Ethiopian Government's Customs Administration in order that: customs revenues can be increased; customs administrative costs per dollar of revenues collected can be reduced; and legitimate imports and exports can be cleared promptly through Customs.

The work plan presented in this PIP has been jointly prepared by the Imperial Ethiopian Customs Administration and the USAID Customs Advisory Team and is hereby accepted and agreed to. This PIP does not constitute a commitment of resources by either the Imperial Ethiopian Government or the United States Government.

for



H.E. Colonel Solomon Kadir
 Vice Minister
 Customs Administration



Mr. Gerard Deeley
 Senior Customs Advisor
 USAID/Ethiopia

Clearances:

IND:ESullivan *ES*

fn PRG:JLWithers *PL*

CO:DEGobleman *DE*

DD:WEReed *WR*

Director:RErnst *RE*

JOINT PROJECT IMPLEMENTATION PLAN PART II - SELECTED OUTPUT INDICATORS		1. COOPERATING COUNTRY Ethiopia	2. PROJECT TITLE Customs Administration		3. PROJECT NUMBER 683-11-750-147	4. DATE (Month, Day, Year) 5-21-69		<input type="checkbox"/> DRAFT <input checked="" type="checkbox"/> ORIGINAL <input type="checkbox"/> REVISION NO.	
5. CODE (For AID/W use only)	6. IDENTIFICATION OF OUTPUT AND SPECIFIC TARGETS	7. TIME PHASED ACCOMPLISHMENT							
		TO DATE	FY-	FY-69	FY-70	FY-71	FY-72	FY-73	PROJECTED TOTAL
	<p>Establishment of the following divisions in the Customs Head Office:</p> <p>a) A Technical Division capable through specialization of steady growth in the knowledge of tariff matters and able to promote accuracy and uniformity in the application of rates of duty.</p> <p>b) A Supervisory Division capable of finding ways to enable customs officers to do their work more effectively and of insuring that headquarters policy is carried out in the field.</p> <p>c) An Organization and Methods Division capable of continuously analyzing customs systems and procedures; of making recommendations for their improvement and of following up its recommendations.</p> <p>d) An Investigations Division capable of collaboration with the Finance Guard in preventing fraud and contraband and able to serve as a control unit responsible for examining and appraising the performance of all other customs operating units.</p> <p>e) A Legal Division capable of advising the Commissioner regarding deficiencies in custom's legal status and of drafting laws which will allow Customs to successfully carry out its mission.</p>			25%	35%	15%	15%	10%	100%
				15%	50%	25%	10%		100%
				15%	25%	25%	25%	10%	100%
				10%	15%	20%	40%	15%	100%
					10%	15%	25%	50%	100%

JOINT PROJECT IMPLEMENTATION PLAN PART III - PERSONNEL REQUIREMENTS		1. COOPERATING COUNTRY Ethiopia		2. PROJECT TITLE Customs Administration				3. PROJECT NO. 663-11-750-147		4. DATE (Month, Day, Year) 8-21-69		<input type="checkbox"/> DRAFT <input checked="" type="checkbox"/> ORIGINAL <input type="checkbox"/> REVISION NO.	
6. CATEGORY OF PERSONNEL	5. TIME PHASED REQUIREMENTS										7. TOTAL REQUIREMENTS MY FUNDS		
	FY- 69		FY- 70		FY- 71		FY- 72		FY- 73				
	MM	FUNDS	MM	FUNDS	MM	FUNDS	MM	FUNDS	MM	FUNDS			
A. UNITED STATES CONTRIBUTION (Funds shown in U.S. \$ Thousands)													
1. AID DIRECT HIRE													
a. U.S.													
b. Local													
c. Third Country													
2. PASA	a. Obligations	20	85	24	85	27	90	27	90	27	95	10.5	445
	b. Expenditures	20	85	24	85	27	90	27	90	27	95	10.5	445
3. AID CONTRACTOR EMPLOYEES	a. Obligations												
	b. Expenditures												
4. AID INDIVIDUALLY CONTRACTED EMPLOYEES													
5. BORROWER/GRANTEE CONTRACT EMPLOYEES													
6.													
B. COOPERATING COUNTRY CONTRIBUTION (Funds shown in equivalent U.S. \$ Thousands)													
1. CENTRAL GOVERNMENT		24	7.0	60	25.0	60	25.0	60	25.0	60	25.0	98	107
2. REGIONAL, STATE PROVINCIAL OR LOCAL GOVT.													
3.													
4.													
C. OTHER DONORS OR COOPERATING SPONSORS CONTRIBUTION (Funds shown in equivalent U.S. \$ Thousands)													
1.													
2.													
3.													

Rate of exchange: U.S. \$1 =

JOINT PROJECT IMPLEMENTATION PLAN PART IV - PARTICIPANT REQUIREMENTS		1. COOPERATING COUNTRY	2. PROJECT TITLE		3. PROJECT NUMBER	4. DATE (Month, Day, Year)		<input type="checkbox"/> DRAFT <input checked="" type="checkbox"/> ORIGINAL <input type="checkbox"/> REVISION NO.							
FIELD OF SPECIALIZATION		6. NO.	7. 1/ TYPE	8. PLANNED DEPARTURE DATE	9. DURATION OF TRAINING	10. FUND REQUIREMENTS (Shown in U.S. \$ Thousands or equivalent)									
						U.S.			COOPERATING COUNTRY						
						FY-	FY-	TOTAL	FY-	FY-	TOTAL				
Customs Investigation	1			9/70	3 MOS	2.7				1.3					
Customs Management	1			9/70	3 MOS	2.7				1.3					
Customs Investigation	1			9/71	3 MOS						1.3				
Customs Management	1			9/71	3 MOS						1.3				
<p>USAID TO FINANCE TRAINING AND TRAVEL IN THE U.S.A.</p> <p>ING TO PROVIDE INTERNATIONAL TRANSPORTATION.</p>															
<p>1/ Indicate by combination of letters if participants are: 1st - A - AID Directly Financed; B - Contract Financed; or C - Cooperating Country Financed. 2nd - U - U.S. Training, T - Third Country Training or X - Combined U.S./Third Country Training</p>											<p>Rate of exchange: U.S. \$1 =</p>				

JOINT PROJECT IMPLEMENTATION PLAN PART V - COMMODITY AND OTHER REQUIREMENTS - TECHNICAL ASSISTANCE			1. COOPERATING COUNTRY Ethiopia		4. DATE (Month, Day, Year) 5-21-69			
2. PROJECT TITLE Customs Administration			3. PROJECT NUMBER 683-11-750-147		<input type="checkbox"/> DRAFT <input checked="" type="checkbox"/> ORIGINAL <input type="checkbox"/> REVISION NO.			
5. DESCRIPTION	6. I/TYPE	7. DATE RE-QUIRED	8. FUND REQUIREMENTS					
			FY-69	FY-70	FY-71	FY-72	FY-73	TOTAL
A. U.S. INPUTS (U.S. \$ Thousands or equivalent)								
B. COOPERATING COUNTRY INPUTS (Funds in equivalent U.S. \$ Thousands)								
Office Space, Supplies and Equipment.		9/68	2.5	1.0	1.0	1.0	1.0	6.5
Transportation within Ethiopia		1/69	1.0	1.5	2.0	2.0	1.5	6.0
C. OTHER DONOR INPUTS (Funds in equivalent U.S. \$ Thousands)								
1/ Indicate as appropriate by letter code whether inputs are: G - Grant Financed or L - Loan Financed For U.S. Commodities only, indicate by letter code whether they are: A - AID Procured; B - Contractor Procured; or C - Cooperating Country Procured			Rate of exchange: U.S. \$1 =					

PROJECT LOGICAL FRAMEWORK

6630147-10
PD-AAB-982

Project Title: Ethiopian Customs Administration

3p.

NARRATIVE SUMMARY	OBJECTIVELY VERIFIABLE INDICATORS
<p>Program or Sector Goal:</p> <p>Facilitate and adequately control Ethiopian imports and exports while maintaining an adequate level of Customs revenue.</p>	<p>Measures of Goal Achievement:</p> <ol style="list-style-type: none"> 1. Remove disincentives to investment caused by inefficient Customs procedures. 2. Suppress unfair competition from contraband goods that make local production uneconomical. 3. Collect revenue from Customs meeting targets implied by Third Five-Year Plan, as refined in annual budgets of IEG.
<p>Project Purpose:</p> <p>EDC operates a uniform tariff system efficiently.</p>	<p>Conditions Expected at End of Project: If Purpose Has Been Achieved:</p> <ol style="list-style-type: none"> 1. Processing time in Customs for routine entries reduced to one day. 2. Disputed "classification and valuation" decisions reduced to 1/2 of 1% of formal entries. 3. Time to resolve "classification and valuation" decisions reduced to 30 days from time of entry. 4. Insurance rates for imported merchandise not increased due to pilferage.
<p>Outputs:</p> <ol style="list-style-type: none"> 1. Manifest system in use. 2. BTN system in use; examiners trained in classification and valuation, Customs information exchange. 3. Use of improved operations manuals for guidance of line officers. 4. Uniform entry processing system in use at all ports. 5. In-service training in management principles for line supervisors. 6. Routine classification and valuation decisions decided by precedent. 7. Information storage and retrieval system to routinize class. & valuation of merch. 8. Simplified procedure for disposal. 	<p>Measures of Outputs:</p> <ol style="list-style-type: none"> 5. Abandoned and seized goods disposed of efficiently: <ol style="list-style-type: none"> a. Abandoned goods transferred to Customs after 6 months. b. Abandoned and seized goods disposal timely and profitable.
<p>Inputs:</p> <p>Customs Bureau Advisors</p>	<p>Implementation Schedule (Target Dates):</p> <p>12 man years from FY 69 to FY 73</p>

PROJECT LOGICAL FRAMEWORK

Evaluation
for Period: _____ to _____

Date Prepared: _____

IMPORTANT ASSUMPTIONS	MEANS OF VERIFICATION
Drawback Law Implementation Improved.	<ol style="list-style-type: none">1. Chamber of Commerce.2. Chamber of Commerce.3. Ministry of Finance.
BTN will be approved by IEG.	<ol style="list-style-type: none">1. Sample survey from Customs; Chamber of Commerce.2. ECD tariff classification committee.3. ECD tariff classification committee.4. Insurance broker.5. ECD records.
	All from ECD records and PASA reports.

Progress Review Worksheet

Evaluation
for Period: _____ to _____

PROGRESS TOWARD CONDITIONS EXPECTED AT END OF PROJECT

A. CONDITIONS EXPECTED TO EXIST AT THE END OF THE PROJECT When It Achieves Its Purpose	B. METHOD(OR MEASUREMENT)OF VERIFYING CONDITIONS AT END OF THE PROJECT	C. PROGRESS AS SHOWN BY MEASUREMENT VERIFICATION
1. Processing time in Customs for routine entries reduced to 1 day.	Chamber of Commerce - informal report. Survey of sample from Customs entries.	Two to 3 days in Customs typically when papers are in order. Entry processing system just installed in Assab should reduce processing to 1-2 days.
2. Disputed "classification and valuation" decisions reduced to 1/2 of 1% of formal entries.	ECD tariff classification committee - informal report.	Present rate approximately 10%. Probably will get worse in short run due to staff changes. Improvement expected with BTN.
3. Time to resolve "classification and valuation" dispute reduced to 30 days from time of entry.	ECD tariff classification committee.	Thirty to 180 days now. Staff changes may cause temporary worsening. Improvement need not wait on BTN.
4. Insurance rates for imported merchandise not increased due to pilferage.	Insurance brokers.	Estimated 10% to 15% total losses in Assab from ship to Customs (Djibouti far worse on pilferage). Some high risk items shipped by air to avoid seaport.
5. Abandoned goods transferred to Customs after 6 months and disposed of efficiently.	ECD records.	Currently backlog exceeds warehouse capacity due to cumbersome procedures. Recommendations for improvements submitted.

6630147 (11)
 PD. AAB-932

ETHIOPIA - CENTRAL GOVERNMENT REVENUES

	Eth \$ Million		US \$ Million	
	<u>1967/1968</u>	<u>1968/1969</u>	<u>1967/1968</u>	<u>1968/1969</u>
Direct taxes:				
Income tax	59.6	79.0	24	32
Land and cattle tax	17.0	18.7	7	7
Indirect taxes on:				
Imports*	106.0	107.1	42	43
Exports	25.6	23.5	10	9
Domestic goods*	106.6	108.9	43	44
Non-tax revenues	44.8	55.0	18	22
Total revenues	359.6	392.2	144	157

* Transaction taxes of about Eth \$35 million (US \$14 million) annually on refined petroleum products are classified here with domestic goods because the refining is done in Ethiopia. Some presentations (including IBRD) classify that item with imports; however, the fact that the crude petroleum is imported is probably insufficient basis for that classification, as the change in product brought about by domestic refining is substantial.

November 19, 1970

PRO AG

6630147 (12)
FD. AAB-982

PROJECT AGREEMENT
BETWEEN THE DEPARTMENT OF STATE, AGENCY FOR INTERNATIONAL DEVELOPMENT (AID)
AN AGENCY OF THE GOVERNMENT OF THE UNITED STATES OF AMERICA, AND
THE IMPERIAL ETHIOPIAN CUSTOMS ADMINISTRATION

4p.

IN AGENCY OF THE GOVERNMENT OF Ethiopia

The above-named parties hereby mutually agree to carry out a project in accordance with the terms set forth herein and the terms set forth in any annexes attached hereto, as checked below:

PROJECT DESCRIPTION ANNEX A FOREIGN CURRENCY STANDARD PROVISIONS ANNEX

STANDARD PROVISIONS ANNEX SPECIAL LOAN PROVISIONS ANNEX

This Project Agreement is further subject to the terms of the following agreement between the two governments, as modified and supplemented:

GENERAL AGREEMENT FOR TECHNICAL COOPERATION DATE June 16, 1951

ECONOMIC COOPERATION AGREEMENT DATE April 25, 1957

(other) DATE

1. PROJECT/ACTIVITY NO.
663-11-750-147

PAGE 1 OF 4 PAGES

2. AGREEMENT NO.
261

3. ORIGINAL OR REVISION NO.

4. PROJECT/ACTIVITY TITLE

CUSTOMS ADMINISTRATION

5. PROJECT DESCRIPTION AND EXPLANATION

(See Annex A attached)

6. AID APPROPRIATION SYMBOL

7. AID ALLOTMENT SYMBOL

72-1101001

054-50-663-00-69-01

8. AID FINANCING	9. PREVIOUS TOTAL (A)	INCREASE (B)	DECREASE (C)	TOTAL TO DATE (D)
<input checked="" type="checkbox"/> OBLIGATIONS <input type="checkbox"/> LOCAL CURRENCY				
(a) Total		52,310		52,310
(b) COMMODITIES <i>R/S</i>		50,310		50,310
(c) Commodities				
(d) Other Costs		2,000		2,000
9. COOPERATING AGENCY FINANCING - DOLLAR EQUIVALENT				
Symbol: \$Eth 2.50				
(a) Total		7,800		7,800
(b) Technical and other services		6,800		6,800
(c) Commodities		800		800
(d) Other Costs				

10. SPECIAL PROVISIONS (Use Additional Columns Where Necessary)

See Annex A

ProAg
243

PRG
IND
RCO

CO *244*

PIO/T00003

11. DATE OF ORIGINAL AGREEMENT
July 10, 1969

12. DATE OF THIS REVISION
1969?

13. REVISED FINAL CONTRIBUTION DATE
December 31, 1971

14. FOR THE COOPERATING GOVERNMENT OR AGENCY

15. FOR THE AGENCY FOR INTERNATIONAL DEVELOPMENT

SIGNATURE: *[Signature]*
H. E. Colonel Solomon Kadix
TITLE: **Vice Minister, Customs Admin.**

SIGNATURE: *[Signature]*
William E. Reed
TITLE: **Act. Director, USAID/Ethiopia**

PROJECT AGREEMENT

BETWEEN AID AND

CUSTOMS ADMINISTRATION

AN AGENCY OF THE GOVERNMENT OF

ETHIOPIA

1. Project/Activity No.

663-11-750-147

2. Agreement No.

261

3. Project/Activity Title

CUSTOMS ADMINISTRATION

PAGE 2 OF 4 PAGES

3. Original or
Revision No. _____

I. BACKGROUND

Refer to Project Agreement No. 243, dated July 18, 1968, Project Proposal (PROP), dated _____, and the Preliminary Project Proposal (PPP), dated March 11, 1968.

II. Activity Objectives

Refer to documents listed above.

III. WORK PLAN

Refer to the documents listed above and to the Project Implementation Plan (PIP), dated _____, which is the course of action mutually agreed upon by the Imperial Ethiopian Customs Administration and USAID/Ethiopia.

IV. PROGRESS TO DATE

The Senior Customs Advisor arrived in Addis Ababa on September 17, 1968 to initiate the implementation phase of the Customs Project. After examining operations in the Customs Head Office and at customs field facilities in Addis Ababa, a plan of action was submitted to the Commissioner of Customs, H.H. Colonel Solomon Kadir, on October 18, 1968. The newly created Division of Investigations was selected to be the focal point of the joint Customs Improvement Program. During the month of November, the Senior Customs Advisor conducted an introductory course of training for six Customs Investigators in order to familiarize them with principles of reorganizing for improvement and to form the nucleus of a reorganization team. In December, the second member of the advisory team arrived and was briefed on project plans. In January, the advisory team conducted an on-site training course in field inspection techniques for the Chief of the Division of Investigations. In March, the work of reorganization was started in two areas, i.e., commodity specialization and merchandise control. In April, the Addis Ababa Airport Customs was selected for a pilot reorganization effort which is scheduled for completion on June 30, 1969. Experience gained here will provide material for a practical course in customs management to be conducted by the advisory team. This course will be the major vehicle for widening the scope of reorganization. The project as a whole is on schedule according to the timetable set forth in Part I of the PIP.

For the Cooperating Government or Agency

SIGNATURE: H. E. Colonel Solomon Kadir

TITLE: Vice Minister, Customs Admin.

For the Agency for International Development

SIGNATURE: William E. Reed

TITLE: Director, USAID/E

**PROJECT AGREEMENT
BETWEEN AID AND
CUSTOMS ADMINISTRATION**

AN AGENCY OF THE GOVERNMENT OF
ETHIOPIA

1. Project/Activity No.
663-11-750-147

2. Agreement No. 261

3. Project/Activity Title
CUSTOMS ADMINISTRATION

3. Original or
Revision No. _____

V. FINANCIAL PLAN

By the terms of this Agreement, the U.S. agrees to finance the continuing services of the two American customs advisors under the terms of a Participating Agency Service Agreement with the U.S. Bureau of Customs. The IEG agrees to assign Ethiopian counterpart and clerical personnel to work with the Customs Advisors and to provide office space, supplies and equipment. The planned financial contributions of each government during FY 1970 are shown in the table below.

Cost Component in U.S. \$	USG	IEG	TOTAL
Technical Services	71,710	6,600	78,310
Commodities		800	800
Other Costs	<u>2,000</u>		<u>2,000</u>
Total	73,710	7,600	81,310

SCHEDULE A

U.S. Technicians

<u>Number</u>	<u>Specialized Field</u>	<u>FY 1970 Man Months</u>
2	Customs Advisors	24

TOTAL COST - \$71,710

SCHEDULE B

Other Costs

\$2,000 is provided to cover the costs of local travel for the two Customs Advisors.

For the Cooperating Government or Agency

H.E. Colonel Solomon Kadir
SIGNATURE: _____ DATE: _____
TITLE: Vice Minister, Customs Admin.

For the Agency for International Development

William E. Reed
SIGNATURE: William E. Reed DATE: _____
TITLE: Act. Director, USAID/E

AID 1980-1A
(0-03)

PROAG
CONTINUATION
SHEET

ANNEX A

**PROJECT AGREEMENT
BETWEEN AID AND
CUSTOMS ADMINISTRATION**

AN AGENCY OF THE GOVERNMENT OF
ETHIOPIA

1. Project/Activity No.
663-11-750-147

PAGE 4 OF 4 PAGES

2. Agreement No.
261

3. Original or
Revision No. _____

3. Project/Activity Title
CUSTOMS ADMINISTRATION

SCHEDULE C

Estimated IEG Contribution

<u>Category</u>	<u>\$Eth. Cost</u>	<u>\$U.S. Equiv.</u>
Ethiopian Counterparts	10,000	4,000
Clerical Personnel	7,000	2,800
Office Space, Supplies & Equipment	2,000	800
Total	19,000	7,600

For the Cooperating Government Agency

[Signature]
H.E. Colonel Solomon Kadir

SIGNATURE: _____ DATE: _____

TITLE: Vice Minister, Customs Admin.

For the Agency for International Development

[Signature]
William G. Reed

SIGNATURE: _____ DATE: _____

TITLE: A/Director USAID/E

6630147 (13)
PD. AAB-982

AID 1330-1
(8-64)

PRO AG

PROJECT AGREEMENT
BETWEEN THE DEPARTMENT OF STATE, AGENCY FOR INTERNATIONAL DEVELOPMENT (AID),
AN AGENCY OF THE GOVERNMENT OF THE UNITED STATES OF AMERICA, AND

THE PLANNING COMMISSION

4p.

AN AGENCY OF THE GOVERNMENT OF Ethiopia

The above-named parties hereby mutually agree to carry out a project in accordance with the terms set forth herein and the terms set forth in any annexes attached hereto, as checked below:

- PROJECT DESCRIPTION ANNEX A FOREIGN CURRENCY STANDARD PROVISIONS ANNEX
 STANDARD PROVISIONS ANNEX SPECIAL LOAN PROVISIONS ANNEX

This Project Agreement is further subject to the terms of the following agreement between the two governments, as modified and supplemented:

GENERAL AGREEMENT FOR TECHNICAL COOPERATION DATE June 16, 1951

ECONOMIC COOPERATION AGREEMENT DATE April 25, 1957

~~Technical~~ DATE

1. PROJECT/ACTIVITY NO. 663-11-750-147 PAGE 1 OF 3 PAGES

2. AGREEMENT NO. 277 3. ORIGINAL OR REVISION NO. _____

4. PROJECT/ACTIVITY TITLE
CUSTOMS ADMINISTRATION

5. PROJECT DESCRIPTION AND EXPLANATION
(See Annex A attached)

6. AID APPROPRIATION SYMBOL 72-1111004 7. AID ALLOTMENT SYMBOL 154-50-653-00-69-11

8. AID FINANCING	PREVIOUS TOTAL (A)	INCREASE (D)	DECREASE (E)	TOTAL TO DATE (B)
<input checked="" type="checkbox"/> DOLLARS <input type="checkbox"/> LOCAL CURRENCY				
(a) Total		83,716		83,716
PASA				
(b) Administrative Services		83,716		83,716
(c) Commodities				
(d) Other Costs				
9. COOPERATING AGENCY FINANCING DOLLAR EQUIVALENT \$1.00 = E.\$2.50				
(a) Total		7,600		7,600
(b) Technical and other Services		6,800		6,800
(c) Commodities		800		800
(d) Other Costs				

10. SPECIAL PROVISIONS (Use Attached Convention Sheet, if necessary)

11. DATE OF ORIGINAL AGREEMENT July 14, 1970 12. DATE OF THIS REVISION _____ 13. ESTIMATED FINAL CONTRIBUTION DATE June 30, 1978

14. FOR THE COOPERATING GOVERNMENT OR AGENCY
SIGNATURE: [Signature] DATE: _____
TITLE: The Planning Commission

15. FOR THE AGENCY FOR INTERNATIONAL DEVELOPMENT
SIGNATURE: William E. Reed DATE: 7/14/70
TITLE: Acting Director, USAID/Ethiopia

H.E. Colonel Solomon Kadiz
Vice Minister
Customs Administration

PRG [Signature]
EXO [Signature]
PE [Signature]
CO [Signature]
Fero

PIO/T
10003

**PROJECT AGREEMENT
BETWEEN AID AND****CUSTOMS ADMINISTRATION****AN AGENCY OF THE GOVERNMENT OF
Ethiopia**1. Project/Activity No.
663-11-750-147PAGE 2 OF 4 PAGES2. Agreement No. 2773. Original or
Revision No. _____

3. Project/Activity Title

CUSTOMS ADMINISTRATION**I. BACKGROUND**

In response to a request from the IEG, the USAID arranged for a survey of Ethiopian Customs Administration operations and management by a team from the U.S. Customs Bureau. The survey indicated that organizational changes, if successfully accomplished, would measurably improve the operational effectiveness and efficiency of the Customs Administration. The survey also suggested that advisory personnel be employed to implement the survey recommendations. The IEG requested the services of a two-man advisory team which was formalized in a Project Agreement in FY 1969. The two-man team, provided under a Participating Agency Service Agreement with the U.S. Bureau of Customs, arrived in Ethiopia in the first half of FY 1969.

See also Project Agreement No. 243 dated July 18, 1968.

II. OBJECTIVES

The objectives of this project are:

- A. To increase the efficiency of the Ethiopian Customs Administration generally and particularly with respect to merchandise control, entry, examination, valuation, and classification by tariff item.
- B. To improve the enforcement of customs regulations, especially with regard to the prevention of smuggling.
- C. To increase import-related revenue collections under prevailing tariff schedules and other regulations and to reduce customs administrative costs per dollar of revenue collected.
- D. To assist in the development of the headquarters staff which will be trained in the principles of customs administration and capable of installing and maintaining modern management and organizational methods throughout the Customs service in order to achieve A., B., and C., above.

III. WORK PLAN

Refer to the Project Implementation Plan (PIP) dated July 15, 1968 which is the course of action mutually agreed upon by the Imperial Ethiopian Customs Administration and USAID/Ethiopia.

For the Cooperating Government or Agency

SIGNATURE: _____

DATE: _____

TITLE: The Planning Commission

For the Agency for International Development

SIGNATURE: _____

DATE: 7/14/70TITLE: Acting Director, USAID/Ethiopia

PROAG
CONTINUATION
SHEET

ANNEX A

PROJECT AGREEMENT

BETWEEN AID AND

CUSTOMS ADMINISTRATION

AN AGENCY OF THE GOVERNMENT OF
Ethiopia

1. Project/Activity No.

663-11-750-147

PAGE 3 OF 4 PAGES

2. Agreement No.

277

3. Original or

Revision No. _____

3. Project/Activity Title

CUSTOMS ADMINISTRATION

IV. PROGRESS TO DATE

A. An inspection tour of the major Customs field stations has been conducted and a survey report prepared which enumerated operational deficiencies at each station.

B. An experimental system for filing Customs declarations based on commodity designation and keyed to the Brussels Tariff Nomenclature has been developed.

C. The ways and means for installing and utilizing the Brussels Tariff Nomenclature have been researched and feasibility studies concerning the simplification of appraisement procedures have been completed.

D. A directive to simplify manifest control procedures at Bole Airport was prepared and approval was obtained to install these procedures at the Bole Customs Station. The new system eliminates the need for keeping a manifest ledger and provides for improved control of merchandise in Customs custody.

E. A survey of Customs procedures used to control duty-free merchandise at the Ethiopian Tourist Organization warehouse has been made and new procedures and guidelines developed for control which are an application of the new manifest control system at Bole Airport.

F. The National Customs Academy has been established to meet the managerial and administrative training requirements of the Customs Administration. The Academy is administered by the newly created Training Branch of the Head Office with assistance from the Public Administration Institute.

G. A training manual entitled "How to Implement On-the-Job Training" has been prepared for the service-wide program.

V. FINANCIAL PLAN

By the terms of this Agreement, the U.S. agrees to contribute a total of U.S.\$97,316 and the IEG agrees to contribute the equivalent of U.S.\$7,600 to the project in FY 1971. The U.S. contribution represents both the amounts fiscally obligated by this document as shown on the face sheet (and below) and the anticipated costs for technician support, not included in the Participating Agency Service Agreement, as indicated below.

For the Cooperating Government or Agency

SIGNATURE: _____

DATE: _____

TITLE: **The Planning Commission**

For the Agency for International Development

SIGNATURE: _____

DATE: 7/14/70

TITLE: **Acting Director, USAID/Ethiopia**

PROJECT AGREEMENT

BETWEEN AID AND

CUSTOMS ADMINISTRATION

AN AGENCY OF THE GOVERNMENT OF
Ethiopia

1. Project/Activity No.
663-11-750-147

PAGE 4 OF 4 PAGES

2. Agreement No. **277**

3. Original or
Revision No. _____

3. Project/Activity Title
CUSTOMS ADMINISTRATION

Cost Component (in U.S.\$)	USG	IEG	Total
Technicians	97,316	6,800	104,116
Commodities		800	800
Other Costs			
Total	\$97,316	\$7,600	\$104,916

SCHEDULE A

U.S. Technicians
(under a PASA with the U.S. Bureau of Customs)

Position Title	Months Funded
Senior Customs Advisor	12
Customs Advisor	12
Total Estimated Cost \$97,316	

SCHEDULE B

IEG Contribution

Category	\$Eth. Cost	\$U.S. Equivalent
Ethiopian Counterparts	10,000	4,000
Clerical Personnel	7,000	2,800
Office space, supplies and equipment	2,000	800
Total	\$19,000	\$7,600

For the Cooperating Government or Agency
SIGNATURE: _____ DATE: _____
TITLE: **The Planning Commission**

For the Agency for International Development
SIGNATURE: *William E. Reed* DATE: *7/14/70*
TITLE: **Acting Director, USAID/Ethiopia**

PRO AG

PROJECT AGREEMENT
BETWEEN THE DEPARTMENT OF STATE, AGENCY FOR INTERNATIONAL DEVELOPMENT (AID),
AN AGENCY OF THE GOVERNMENT OF THE UNITED STATES OF AMERICA, AND

THE PLANNING COMMISSION

AN AGENCY OF THE GOVERNMENT OF Ethiopia

9p.

The above-named parties hereby mutually agree to carry out a project in accordance with the terms set forth herein and the terms set forth in any annexes attached hereto, as checked below:

- PROJECT DESCRIPTION ANNEX A FOREIGN CURRENCY STANDARD PROVISIONS ANNEX
 STANDARD PROVISIONS ANNEX SPECIAL LOAN PROVISIONS ANNEX

This Project Agreement is further subject to the terms of the following agreement between the two governments, as modified and supplemented:

- GENERAL AGREEMENT FOR TECHNICAL COOPERATION DATE: **June 16, 1951**
 ECONOMIC COOPERATION AGREEMENT DATE: **April 25, 1957**
 (other) DATE:

1. PROJECT/ACTIVITY NO.
663-11-750-147 PAGE 1 OF 9 PAGES

2. AGREEMENT NO.
289 3. ORIGINAL OR REVISION NO.

4. PROJECT/ACTIVITY TITLE
Customs Administration

5. PROJECT DESCRIPTION AND EXPLANATION
(See Annex A attached)

6. AID APPROPRIATION SYMBOL: **72-1121004** 7. AID ALLOTMENT SYMBOL: **254-50-663-00-69-21**

9. AID FINANCING	PREVIOUS TOTAL (A)	INCREASE (B)	DECREASE (C)	TOTAL TO DATE (D)
<input checked="" type="checkbox"/> DOLLAR <input type="checkbox"/> LOCAL CURRENCY				
(a) Total		107,200		107,200
(b) Participants		67,200		67,200
(c) Commodities		30,000		30,000
(d) Other Costs		3,000		3,000
		7,000		7,000
9. COOPERATING AGENCY FINANCING - DOLLAR EQUIVALENT				
\$1.00=				
(a) Total		20,600		20,600
(b) Technical and other Services		12,800		12,800
(c) Commodities				
(d) Other Costs		7,800		7,800

10. SPECIAL PROVISIONS (Use Additional Continuation Sheets, if Necessary)

11. DATE OF ORIGINAL AGREEMENT: **July 22, 1971** 12. DATE OF THIS REVISION: 13. ESTIMATED FINAL CONTRIBUTION DATE: **December 31, 1973**

14. FOR THE COOPERATING GOVERNMENT OR AGENCY:
SIGNATURE: *[Signature]* DATE: TITLE: **The Planning Commission**

15. FOR THE AGENCY FOR INTERNATIONAL DEVELOPMENT:
SIGNATURE: *[Signature]* DATE: TITLE: **Director, USAID/Ethiopia**

H. E. Ato Aseffa Gebre Mariam Rede
Vice Minister, Customs Department

PIO/T
20002

PE 578
PRG [initials]
EXO [initials]
CO [initials]

CONTINUATION
SHEET

FORM SYMBOL

PRO AG

DEPARTMENT OF STATE
AGENCY FOR
INTERNATIONAL DEVELOPMENT

TITLE OF FORM

PROJECT AGREEMENT

 Worksheet Issuance

PAGE 2 OF 9 PAGES

1. Cooperating Country
Ethiopia2a. Code No.
2892b. Effective Date
date of issuance2c. Amendment
 Original OR No.

3. Project/Activity No. and Title

663-11-750-147
Customs AdministrationIndicate block
numbers.

Use this form to complete the information required in any block of a PIO or PAA form.

PIO/Ps in the amount of \$12,000 for a three week observational study tour of East African and Middle Eastern customs facilities for eight Ethiopian Customs Department staff will be issued as soon as the program itinerary is completed but not later than February 28, 1972 or the funds in the amount of the unissued PIO/Ps will be debilitated.

PIO/Ps in the amount of \$18,000 for short term (approximately eight weeks) training at the U.S. National Customs Academy and other selected U.S. Customs facilities for six Ethiopian Customs Department staff will be issued as soon as the program itinerary is completed but not later than February 28, 1972 or the funds in the amount of the unissued PIO/Ps will be debilitated.



Roger Ernst
Director, USAID/Ethiopia

TS
lee
11.



CONTINUATION
SHEET

FORM SYMBOL

PRO AG

DEPARTMENT OF STATE
AGENCY FOR
INTERNATIONAL DEVELOPMENT

TITLE OF FORM

PROJECT AGREEMENT

 Worksheet Issuance

PAGE 3 OF 9 PAGES

1. Cooperating Country
Ethiopia

2.a. Code No.

289

2.b. Effective Date
date of issuance

2.c.

Amendment

 Original OR No.:

3. Project/Activity No. and Title

663-11-750-147

Customs Administration

Indicate block
numbers.

Use this form to complete the information required in any block of a PIO or PAA form.

PIO/Cs in the amount of \$3,000 for the procurement of training aids and demonstration equipment are in process and will be issued not later than December 31, 1971 or the funds in the amount of the unissued PIO/Cs will be deobligated.


Roger Ernst
Director, USAID/Ethiopia





CONTINUATION
SHEET

FORM SYMBOL

PRO AG

DEPARTMENT OF STATE
AGENCY FOR
INTERNATIONAL DEVELOPMENT

TITLE OF FORM

PROJECT AGREEMENT

 Worksheet Issuance

PAGE 4 OF 9 PAGES

1. Cooperating Country

Ethiopia

2.a. Code No.

289

2.b. Effective Date

date of issuance

2.c.

 Original OR Amendment No.

3. Project/Activity No. and Title

663-11-750-147

Customs Administration

Indicate block
numbers.

Use this form to complete the information required in any block of a PIO or PAA form.

I. PROJECT OBJECTIVES

- A. To increase the efficiency of the Ethiopian Customs Department generally and particularly with respect to merchandise control, entry, examination, valuation, and classification by tariff item.
- B. To improve the enforcement of customs regulations, especially with regard to the prevention of smuggling.
- C. To increase import-related revenue collections under prevailing tariff schedules and other regulations and to reduce customs administrative costs per dollar of revenue collected.
- D. To assist in the development of the headquarters staff which will be trained in the principles of customs administration and capable of installing and maintaining modern management and organizational methods throughout the Customs service in order to achieve A., B., and C. above.

II. PROGRESS TO DATE

An operating office of Director General and three analysts in organization and management has been established in the Department to work with the U.S. advisory team.

The Customs Advisors and the O & M staff have been instrumental in assisting E.C.D. management to develop a general improvement plan and accomplish the following projects designed to:

- I. Strengthen E.C.D. Management capabilities.
- a. Strengthen E.C.D. Headquarters Organization
The objectives and function of the Department's Headquarter Offices were studied to design an organization plan to provide strengthened support and direction to field operations. A reorganization handbook has been issued in Amharic and English. The handbook outlines objectives and functions of the Department by Office, Division, Branch,

AID 1200-1 (8-58)	DEPARTMENT OF STATE AGENCY FOR INTERNATIONAL DEVELOPMENT	<input type="checkbox"/> Worksheet <input checked="" type="checkbox"/> Issuance	PAGE 5 OF 9 PAGES
CONTINUATION SHEET		1. Cooperating Country Ethiopia	2.a. Code No. 289
FORM SYMBOL	TITLE OF FORM	2.b. Effective Date date of issuance	2.c. <input checked="" type="checkbox"/> Original OR <input type="checkbox"/> Amendment OR No. _____
PRO AG	PROJECT AGREEMENT	3. Project/Activity No. and Title 663-11-750-147 Customs Administration	

Indicate block numbers.

Use this form to complete the information required in any block of a PIO or PAA form.

and Section. Staffing changes in connection with the reorganization have been accomplished and changed office assignments and layouts made. A format for position descriptions has been prepared and individual position descriptions are being developed.

b. Management/Staff Development

A 140 hour training course in supervisory management principles was given to 20 ECD supervisors. A 30 hour orientation training program was developed and presented to 7 newly hired Customs employees.

An observation training program in Customs Operations and Management two weeks in duration was supplied the Director General, O & M in the U.S. at U.S. Customs facilities.

Using the previously developed on-the-job training manual a six hour pilot training program was given to supervisors in planning and conducting on-the-job training.

Customs operating regulations have been revised and will be printed in loose leaf form for guidance of operating personnel.

2. Modernize and strengthen Customs Merchandise Control Procedures.

a. Manifest/Merchandise Control

An improved manifesting system was developed for Airport Customs to strengthen merchandise and carrier control. The system was installed on a pilot basis and recent plans are awaiting implementation to upgrade and improve it.

Evaluation of the new system indicates a need for continuous maintenance at this stage by ECD headquarters and advisory staff.

b. Uniform Entry Processing

The Uniform Entry Processing System which was developed and installed has been evaluated. It is in operation at sea ports and service-wide implementation is to be completed after final evaluation by ECD management.

CONTINUATION
SHEET

FORM SYMBOL

PRO AG

DEPARTMENT OF STATE
AGENCY FOR
INTERNATIONAL DEVELOPMENT Worksheet Issuance

PAGE 6 OF 9 PAGES

TITLE OF FORM

PROJECT AGREEMENT

1. Cooperating Country
Ethiopia2a. Ccdo No.
2892.b. Effective Date
date of ISSUANCE2.c. Amendment
 Original OR No.

3. Project/Activity No. and Title

663-11-750-147

Customs Administration

Indicate block
numbers.

Use this form to complete the information required in any block of a PIO or PAA form.

c. Automated System to Control Accounts/Revenue/Trade Information

A system study was made to determine the feasibility of automatic monies and accounts operation of ECD to:
Eliminate bottlenecks resulting from manual receipting operations, strengthen cash accounting controls, provide machine accounting, revenue collections and expenditures, and collect revenue and trade statistics in a form compatible with Central Accounting's computer operations.

3. Modernize and Improved Classification and Valuation Procedures.a. Brussels Tariff Nomenclature

Adaptation/Implementation of Brussels Tariff Nomenclature is progressing. Transposition has been completed. Translation is progressing with the assignment of one additional full time translator to the project. A Tariff Reform study was completed by ICRD consultants and is awaiting further ITC action. Training references have been ordered for implementation of BTN by Customs. Study of a C & V information storage and retrieval system was made. The system is to be developed and installed with implementation of BTN.

4. Strengthen Customs Controls.a. T.D.Y. Assistance

A study to supply short-term specialists from the U.S. Bureau of Customs to train ECD personnel was completed. The training will concentrate on anti-contraband and fraud repression activities.

Implementation of ECD headquarters reorganization established operating divisions for Customs Enforcement and Investigation and Legal Services functions.

III. COURSE OF ACTION

Ethiopian Customs Department and AID agree to continue to work toward the accomplishment of the goals outlined in the program "ECD - objectives and Priorities".

CONTINUATION
SHEET

FORM SYMBOL

PRO AG

DEPARTMENT OF STATE
AGENCY FOR
INTERNATIONAL DEVELOPMENT

TITLE OF FORM

PROJECT AGREEMENT

 Worksheet Issuance

PAGE 7 OF 9 PAGES

1. Cooperating Country

Ethiopia

2.a. Code No.

289

2.b. Effective Date

date of issuance

2.c.

 Original OR Amendment
OR No.

3. Project/Activity No. and Title

663-11-750-147

Customs Administration

Indicate block
numbers.

Use this form to complete the information required in any block of a PIO or PAA form.

USAID will support the program by assignment of two PASA advisors and additional short-term Customs specialists. Limited commodity assistance incremental to IEG support of the project will be supplied as the need is justified. Training references, manuals and equipment incremental to IEG support will be supplied to further IEG and advisory efforts to develop and implement in-service training.

Along with limited commodity support USAID will continue to supply the Department with excess U.S. equipment to support the program such as, file cabinets, office machines, storage cabinets, office furniture and the like, to continue EGD reorganization and implementation of individual improvement projects.

USAID will fund the services of two U.S. Customs specialists to provide training on-site for approximately 20 EGD officials in Customs Investigation and Enforcement Methods. Observation training will be supplied in the Middle East and East Africa. The program will be two weeks in duration and will provide observation of major Customs functions i.e., classification and valuation, carrier/marshandise/passenger inspection and control with daily group conferences.

Participant Training Program of 12 weeks in duration will be supplied to 6-8 key EGD officials in the U.S. The program will provide 4 weeks training at the Bureau of Customs National Training Center and 8 weeks of on-the-job training at a U.S. Customs site where EGD officials will participate with counterpart U.S. Customs Officers and management.

USAID will support the advisory team by supplying costs of official local transportation and in-country travel and subsistence for advisors and concerned USAID officials. It will also provide the team with English language typing services by assignment of a clerical support position and assignment of other resources/equipment which are appropriate to the administrative needs to the project and which are not routinely provided by the Departments' administrative services.

DEPARTMENT OF STATE
AGENCY FOR
INTERNATIONAL DEVELOPMENT

Worksheet Issuance

CONTINUATION
SHEET

1. Cooperating Country
Ethiopia

2.a. Code No.
289

FORM SYMBOL

TITLE OF FORM

2.b. Effective Date
date of issuance

2.c. Amendment
 Original OR No: _____

PRO AG

PROJECT AGREEMENT

3. Project/Activity No. and Title
**663-11-750-147
Customs Administration**

Indicate block numbers.

Use this form to complete the information required in any block of a PIO or PAA form.

IEG will support the program by providing direct counterpart support and other services responsive to the project goal, purpose, and outputs. ECD counterparts and operations staff will be assigned in sufficient numbers to accomplish the program "ECD - Objectives and Priorities". It will provide adequate space for advisory support staff together with normal administrative support and necessary supplies and equipment.

It will fund costs of in-country travel and other expenses for counterpart officers who accompany advisors or USAID staff in accomplishment of program objectives.

IV FINANCIAL PLAN

Schedule A
Technical Services

<u>Specialized Field</u>	<u>Man Months</u>
Senior Customs Adviser	12
Customs Advisor	12
Customs Training Specialists	3
AID Secretary (local-hire)	12
Estimated Total Cost	\$ 66,200

Schedule B
Participant Training

<u>Activity</u>	<u>Est. Cost</u>
Three week observational tour of East African and Middle Eastern Customs facilities for 8 ECD staff	\$ 12,000
Short-term (approx. 8 weeks) training in the U.S. for 6 ECD staff	18,000
Total:-	\$ 30,000

CONTINUATION
SHEET

FORM SYMBOL

PRO AG

DEPARTMENT OF STATE
AGENCY FOR
INTERNATIONAL DEVELOPMENT

TITLE OF FORM

PROJECT AGREEMENT

 Worksheet Issuance

PAGE 9 OF 9 PAGES

1. Cooperating Country
Ethiopia2a. Code No.
2892b. Effective Date
date of issuance2c. Amendment
 Original OR No. _____3. Project/Activity No. and Title
663-11-750-147
Customs AdministrationIndicate block
numbers.

Use this form to complete the information required in any block of a PIO or PAA form.

Schedule C
Commodities

<u>Component</u>	<u>Cost</u>
Selected training aids and demonstration equipment	\$ 3,000

Schedule D
Other Costs

<u>Component</u>	<u>Cost</u>
1. In country travel and per-diem for two Customs advisors	\$ 4,000
2. Procurement of local goods and services	1,000
3. Fuel, lubricants and maintenance of AID provided project vehicle	2,000
	<u>\$ 7,000</u>

Schedule E
LEG Contribution

<u>Component</u>	<u>Cost</u>
1. Salaries of counterpart personnel	Eth. \$ 26,500
2. Administrative support and office space	10,000
3. Office equipment (in-kind)	1,400
4. Supplier and Materials (including overhead)	8,100
5. Counterpart Staff Travel	5,500
	<u>Eth. \$ 51,500</u>

PRO AG

PROJECT AGREEMENT
 BETWEEN THE DEPARTMENT OF STATE, AGENCY FOR INTERNATIONAL DEVELOPMENT (AID),
 AN AGENCY OF THE GOVERNMENT OF THE UNITED STATES OF AMERICA, AND
THE PLANNING COMMISSION **PD-AAB-932**

AN AGENCY OF THE GOVERNMENT OF **Ethiopia**

7p.

The above-named parties hereby mutually agree to carry out a project in accordance with the terms set forth herein and the terms set forth in any annexes attached hereto, as checked below:

1. PROJECT/ACTIVITY NO. **663-11-750-147** PAGE 1 OF 7 PAGES

2. AGREEMENT NO. **303** 3. ORIGINAL OR REVISION NO. _____

- PROJECT DESCRIPTION ANNEX A FOREIGN CURRENCY STANDARD PROVISIONS ANNEX
 STANDARD PROVISIONS ANNEX SPECIAL LOAN PROVISIONS ANNEX

4. PROJECT/ACTIVITY TITLE
Customs Administration

This Project Agreement is further subject to the terms of the following agreement between the two governments, as modified and supplemented:

GENERAL AGREEMENT FOR TECHNICAL COOPERATION DATE **June 16, 1951**

5. PROJECT DESCRIPTION AND EXPLANATION
 (See Annex A attached)

ECONOMIC COOPERATION AGREEMENT DATE **April 25, 1957**

6. AID APPROPRIATION SYMBOL **72-1131004** 7. AID ALLOTMENT SYMBOL **354-60-663-00-69-31**

(other) DATE _____

8. AID FINANCING		PREVIOUS TOTAL (A)	INCREASE (B)	DECREASE (C)	TOTAL TO DATE (D)
<input checked="" type="checkbox"/> DOLLAR	<input type="checkbox"/> LOCAL CURRENCY				
(a) Total			106,391		106,391
(b) Participants PASA			75,391		75,391
(c) Participants Participants			30,000		30,000
(d) Other Costs			1,000		1,000
9. COOPERATING AGENCY FINANCING - DOLLAR EQUIVALENT					
(a) Total			81,300		81,300
(b) Technical and other Services			26,500		26,500
(c) Commodities			15,400		15,400
(d) Other Costs			39,400		39,400

10. SPECIAL PROVISIONS (Use Additional Continuation Sheets, if necessary)

11. DATE OF ORIGINAL AGREEMENT **November 3, 1972** 12. DATE OF THIS REVISION **November 3, 1972** 13. ESTIMATED FINAL CONTRIBUTION DATE **June 30, 1974**

14. FOR THE COOPERATING GOVERNMENT OR AGENCY
 SIGNATURE: *[Signature]* DATE: _____
 TITLE: **The Planning Commission**

15. FOR THE AGENCY FOR INTERNATIONAL DEVELOPMENT
 SIGNATURE: *[Signature]* DATE: **10/3/72**
 TITLE: **Acting Director**

T. S. Ato Teklu Dinesamu
 Minister of State
 Ministry of Finance

H. E. Ato Fentaye Wolde Yohannes
 Minister of State
 Ministry of Finance

PRCAG 289
 PIO/T 20002
 PPS *[Signature]*
 EXO *[Signature]*
 PMS *[Signature]*

PRO AG
CONTINUATION
SHEET
ANNEX

PROJECT AGREEMENT
BETWEEN AID AND

The Planning Commission
AN AGENCY OF THE GOVERNMENT OF
Ethiopia

1. Project/Activity No. 683-11-750-347	PAGE 2 OF 7 PAGES
2. Agreement No. 303	3. <input checked="" type="checkbox"/> Original or Revision No. _____
3. Project/Activity Title Customs Administration	

PIO/Fs in the amount of \$23,000 for short term (approximately twelve weeks) training at the U.S. Customs National Training Center and other selected U.S. Customs facilities for six Ethiopian Customs Department staff will be issued as soon as the program itinerary is completed but not later than December 31, 1972 or the funds in the amount of the unissued PIO/Fs will be deobligated.



Donald F. Miller
Acting Director, USAID/Ethiopia

For the Cooperating Government or Agency

SIGNATURE: _____ DATE: _____
TITLE: _____

For the Agency for International Development
SIGNATURE: _____ DATE: _____
TITLE: _____

AID 1210-1A (3-70) PRO AG CONTINUATION SHEET ANNEX	PROJECT AGREEMENT BETWEEN AID AND The Planning Commission	1. Project/Activity No. 663-21-750-147	PAGE 2 OF 7 PAGES
	AN AGENCY OF THE GOVERNMENT OF Ethiopia	2. Agreement No. 303	3. <input checked="" type="checkbox"/> Original or Revision No. _____
		3. Project/Activity Title Customs Administration	

I. PROJECT OBJECTIVES

- A. To increase the efficiency of the Ethiopian Customs Department (ECD) generally and particularly with respect to merchandise control, entry, examination, valuation, and classification by tariff items.
- B. To improve the enforcement of customs regulations, especially with regard to the prevention of smuggling.
- C. To increase import-related revenue collections under prevailing tariff schedules and other regulations and to reduce customs administrative costs per dollar of revenue collected.
- D. To assist in the development of the headquarters staff which will be trained in the principles of customs administration and capable of installing and maintaining modern management and organizational methods throughout the Customs service in order to achieve A., B., and C. above.

II. PROGRESS TO DATE

The Customs Advisors and the Operations and Management staff have been instrumental in assisting ECD management to develop a general improvement plan and initiate the following projects designed to:

1. Strengthen Customs Merchandise Control Procedures.

a. Manifest/Merchandise Control

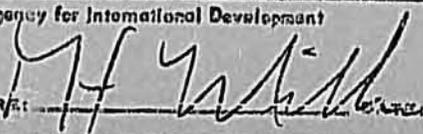
An improved manifesting system was developed for the Addis Ababa Airport Customs to strengthen merchandise and carrier control. The system was tested on a pilot basis and plans are awaiting implementation to upgrade, improve and expand its use to all international airports in Ethiopia.

b. Uniform Entry Processing

The Uniform Entry Processing System was developed and installed in 1971. It is now in service throughout the Empire and is being periodically evaluated to improve its effectiveness.

c. Warehouse Control Procedure

A comprehensive study has been developed on this subject to provide uniform policy and procedure for all warehouses and operators who are responsible to or work in conjunction with the ECD. Simplification of Railroad Customs warehouse procedures and control of merchandise from receipt

For the Cooperating Government or Agency SIGNATURE: _____ DATE: _____ TITLE: _____	For the Agency for International Development  SIGNATURE: _____ TITLE: _____
--	--

AID 1850-1A (3-70) PRO AG CONTINUATION SHEET ANNEX	PROJECT AGREEMENT BETWEEN AID AND The Planning Commission	1. Project/Activity No. 662-11-750-147	PAGE <u>4</u> OF <u>7</u> PAGES
	AN AGENCY OF THE GOVERNMENT OF Ethiopia	2. Agreement No. 303	3. <input checked="" type="checkbox"/> Original or Revision No. _____
			3. Project/Activity Title Customs Administration

to release was effected and resulted in improved operations with a considerable savings of manpower. As a result, available manpower can be more effectively deployed.

d. Improve Disposal of Abandoned and Seized Goods

New procedures in use at airport customs allow for the routine monthly transfer of abandoned and seized goods for auction. Plans to facilitate disposal by other means and to expand routine transfer from field stations are awaiting implementation.

2. Improve Classification and Valuation Procedures.

a. Brussels Tariff Nomenclature

Adaptation/Implementation of Brussels Tariff Nomenclature is progressing. Transposition has been completed and translation is continuing.

b. TDY Assistance

Plans for short-term specialists from the U.S. Bureau of Customs to train ECD personnel have been completed. The training will concentrate on classification and valuation principles and techniques, and the introduction of PIN as National Tariff of Ethiopia.

3. Strengthen Customs Controls

The Department's ability to enforce Customs regulations and laws and strengthen control over customs operations was appreciably improved by the training of 40 Ministry of Finance enforcement personnel.

4. Strengthen ECD Management Capabilities

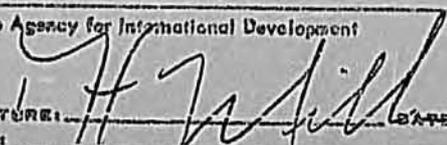
a. Conduct Technical and Supervisory Training Programs

In addition to third country training for 9 senior customs officials and U.S. training for six others, the Department and USAID cooperated in a 6 week Enforcement Training Program conducted in Addis Ababa for 40 Ministry of Finance employees. While most were from Customs and the Finance Police, participants from the Inland Revenue Department, and Excise Tax Department also attended the course. Orientation training was provided by the Department for three AID sponsored vacation interns and approximately 40 new ECD employees. Customs Management Training programs have been obtained and will be implemented in the future.

For the Cooperating Government or Agency

For the Agency for International Development

SIGNATURE: _____ DATE: _____
 TITLE: _____

SIGNATURE:  DATE: _____
 TITLE: _____

AID 1990-1A (3-70) PRO AG CONTINUATION SHEET ANNEX _____	PROJECT AGREEMENT BETWEEN AID AND The Planning Commission AN AGENCY OF THE GOVERNMENT OF Ethiopia	1. Project/Activity No. 863-11-750-147	PAGE <u>5</u> OF <u>7</u> PAGES
		2. Agreement No. 303	3. <input checked="" type="checkbox"/> Original or Revision No. _____
		3. Project/Activity Title Customs Administration	

b. Reorganize Customs Sub-Offices

Following the pattern of Head Office reorganization in 1971, the Department established a uniform sub-office organization plan based on size and workload. Consistent with general INE civil service policy, positions were established and/or reclassified and revised job descriptions issued.

c. Develop Improved Management Reporting System

A revised monthly statistical report was the first part of the new system to be developed. In addition to revenue statistics the Department is now collecting various workload and other essential statistical information in one combined monthly report. Refinements continue to be made in the data collecting machinery which will improve the overall quality of statistical data reported.

III. COURSE OF ACTION

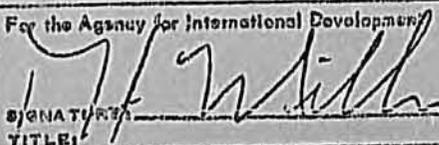
Ethiopian Customs Department and AID agree to continue to work toward the accomplishment of the goals outlined in the program, "ECD - Objectives and Priorities". Emphasis will be directed along lines noted in the recent FAR dated 8/10/72.

USAID will support the program by assignment of two FASA advisors and two short-term Customs specialists.

USAID will fund the services of two U.S. Customs specialists to provide training on-site for ECD officials in classification and valuation principles and techniques. Observation training will be supplied in the Middle East and East Africa. The program will be six weeks in duration and will provide observation of major Customs functions, i.e., classification and valuation, carrier/merchandise/passenger inspection and control with daily group conferences for six senior customs officials.

Participant training will be supplied to six ECD officials in the U.S. The program will provide training at the Bureau of Customs National Training Center and on-the-job training at U.S. Customs sites where ECD officials will participate with counterpart U.S. Customs officers and management personnel.

USAID will support the advisory team by providing funds for subsistence and international travel for the advisors and appropriate USAID officials.

For the Cooperating Government or Agency SIGNATURE: _____ DATE: _____ TITLE: _____	For the Agency for International Development  SIGNATURE: _____ DATE: _____ TITLE: _____
--	--

AID 1220-1A (2-70) PRO AG CONTINUATION SHEET ANNEX _____	PROJECT AGREEMENT BETWEEN AID AED The Planning Commission AN AGENCY OF THE GOVERNMENT OF Ethiopia	1. Project/Activity No. 603-17-750-147	PAGE <u>3</u> OF <u>7</u> PAGES
		2. Agreement No. 303	3. <u>3</u> Original or Revision No. _____
		3. Project/Activity Title Customs Administration	

The IIG will support the program by providing direct counterpart support and other services responsive to the project goal, purpose, and outputs. ECD counterparts and operations staff will be assigned in sufficient numbers to accomplish the program, "ECD - Objectives and Priorities".

ECD will provide adequate space for advisory support staff together with normal administrative support and necessary supplies and equipment.

It will fund costs of in-country travel and other expenses for counterpart officers who accompany advisors or USAID staff in accomplishment of program objectives.

The IIG will fund costs for official local transportation (including fuel and maintenance), in-country travel, and competent full time English language secretarial services for the customs advisors.

IV. FINANCIAL PLAN

Schedule A Technical Services

Specialized Field	Man Months
Senior Customs Advisor	12
Customs Advisor	12
Customs Training Specialists	5

Estimated Total Cost

Schedule B Participant Training

Activity	Est. Cost
Three week observational tour of East African and Middle Eastern Customs facilities for 6 ECD staff	7,000
Short-term (approx. 12 weeks) training in the U.S. for 6 ECD staff	23,000
Total	30,000

For the Cooperating Government or Agency

For the Agency for International Development

SIGNATURE: _____ DATE: _____

SIGNATURE: *[Signature]* DATE: _____

TITLE: _____

TITLE: _____

PRO AG
CONTINUATION
SHEET

ANNEX

PROJECT AGREEMENT
BETWEEN AID AND
The Planning Commission
AN AGENCY OF THE GOVERNMENT OF
Ethiopia

1. Project/Activity No.
663-11-750-147

2. Agreement No.
303

3. Project/Activity Title
Customs Administration

PAGE 7 OF 7 PAGES

3. Original or
Revision No. _____

Schedule C
Other Costs

<u>Component</u>	<u>Cost</u>
Per diem and miscellaneous expenses for the two customs advisors	1,000

Schedule D
IEG Contribution

<u>Component</u>	<u>Cost</u>
1. Salaries of counterpart personnel and secretarial support services	26,900
2. Administrative/clerical support	12,000
3. Office equipment (in kind)	1,400
4. Supplies and Materials (including overhead)	14,000
5. Advisors and Counterpart staff travel	26,200
6. Fuel, lubricants and maintenance of vehicle	1,200
Total	81,300

For the Cooperating Government or Agency

For the Agency for International Development

SIGNATURE: _____ DATE: _____
TITLE: _____

SIGNATURE: *H. Will* _____ DATE: _____
TITLE: _____

6630147-16
 PD-AAB-932

PROJECT AGREEMENT
 BETWEEN THE DEPARTMENT OF STATE, AGENCY FOR INTERNATIONAL DEVELOPMENT (AID),
 AN AGENCY OF THE GOVERNMENT OF THE UNITED STATES OF AMERICA, AND
PLANNING COMMISSION OFFICE
 AN AGENCY OF THE GOVERNMENT OF KENYA

7 p.

The above-named parties hereby mutually agree to carry out a project in accordance with the terms set forth herein and the terms set forth in any contracts attached hereto, as checked below:

PROJECT DESCRIPTION ANNEX A FOREIGN CURRENCY STANDARD PROVISIONS ANNEX
 STANDARD PROVISIONS ANNEX SPECIAL LEAS PROVISIONS ANNEX

This Project Agreement is further subject to the terms of the following agreement between the two governments, as modified and supplemented:

GENERAL AGREEMENT FOR TECHNICAL COOPERATION DATE: **June 16, 1951**

ECONOMIC COOPERATION AGREEMENT DATE: **April 25, 1957**

(Other) DATE:

1. PROJECT/ACTIVITY NO. **663-11-750-147** PAGE 1 OF 5 PAGES

2. AGREEMENT NO. **309** 3. ORIGINAL FOR REVISION NO.

4. PROJECT/ACTIVITY TITLE
Customs Administration

5. PROJECT DESCRIPTION AND EXPLANATION
(See Annex A attached)

6. AID APPROPRIATION SYMBOL **72-1141004** 7. AID ALLOTMENT SYMBOL **454-50-663-00-69-41**

	8. AID FINANCING		PREVIOUS TOTAL (A)	INCREASE (B)	DECREASE (C)	TOTAL TO DATE (D)
	<input type="checkbox"/> DOLLARS	<input type="checkbox"/> LOCAL CURRENCY				
(a) Total				52,136		52,136
(b) Government Grants PASA				52,136		52,136
(c) Commodities						
(d) Other Costs						
9. COOPERATING AGENCY FINANCING - DOLLAR EQUIVALENT						
GLOOM 2,05147						
(e) Total				42,690		42,690
(f) Technical and other Services				13,920		13,920
(g) Commodities				8,035		8,035
(h) Other Costs				20,735		20,735

10. SPECIAL PROVISIONS (Use AID/IBRD/IDA Construction Sheet, if necessary)

This Project Agreement is to provide funds for the U.S. Costs necessary for the continuation of the services of a Senior Customs Advisor for FY 1974.

11. DATE OF ORIGINAL AGREEMENT 12. DATE OF THIS REVISION 13. ESTIMATED FINAL CONTRIBUTION DATE
December 31, 1974

14. FOR THE COOPERATING GOVERNMENT OR AGENCY
 SIGNATURE: *[Signature]*
 TITLE: **Planning Commission Office**

15. FOR THE BUREAU FOR INTERNATIONAL DEVELOPMENT
 SIGNATURE: *[Signature]* **Donald P. Miller**
 TITLE: **Acting Director** DATE: **8/15/73**

L. A. ...
 H. E. Ato Fantaye Wolde Yemannes
 Minister of State
 Ministry of Finance
 H. E. Ato Tedla Teshome
 Vice-Minister of
 Customs Department
 H. E. Ato ...
 H. E. Ato ...
 H. E. Ato ...

PROG 239
 303
 PIO/F 20002
 PIO/F 30006
 PIO/F 40003
 PPS **RD**
 POC **V**
 HHS **V**

AID 1580-1A 15-73	PROJECT AGREEMENT BETWEEN AID AND	1. Project/Activity No. 663-12-750-147	PAGE 2 OF 5 PAGES
		2. Agreement No. 309	3. <input checked="" type="checkbox"/> Original or Revision No. _____
PRO AG CONTINUATION SHEET	AN AGENCY OF THE GOVERNMENT OF Ethiopia	2. Project/Activity Title Customs Administration	
ANNEX A			

I. PROJECT OBJECTIVES

A. To increase the efficiency of the Ethiopian Customs Department (ECD) generally and particularly with respect to merchandise control, entry, examination, valuation, and classification by tariff items.

B. To improve the enforcement of customs regulations, especially with regard to the prevention of smuggling.

C. To increase import-related revenue collections under prevailing tariff schedules and other regulations and to reduce customs administrative costs per dollar of revenue collected.

D. To assist in the development of ECD staff to a level competent to achieve A., B. & C. above.

II. FUNDING

Three funds made available under this Project Agreement, AID agrees to provide a full time Customs Advisor by a Participant Agency Service Agreement with the U.S. Bureau of Customs for the period July 1, 1973 to June 30, 1974.

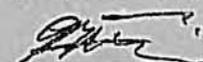
III. SCOPE OF WORK

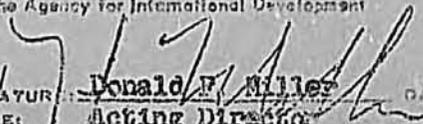
As agreed between the Director of USAID/Ethiopia and H.E. the Minister of State, Ministry of Finance, in their respective letters dated March 27, 1973 and April 9, 1973, the work of the abovementioned U.S. Advisor will be in line with the recommendations given in the report dated March 5, 1973 of Mr. Frank M. Landers. The work will consist of:

- a) Providing general advice on Customs related matters.
- b) Assisting in the introduction of "Brussels Tariff Nomenclature" (BTN).
- c) Assisting in the preparation of operating manuals.
- d) Continuing assistance in the development of a permanent Training Office in the Customs Department.
- e) Assisting in the preparation of training courses for the operating personnel of the ECD.

For the Cooperating Government or Agency

For the Agency for International Development

SIGNATURE: 
DATE: _____
TITLE: Planning Commission Office

SIGNATURE: Donald F. Miller 
DATE: _____
TITLE: Acting Director

8/15/73

PRO AG CONTINUATION SHEET ANNEX A	PROJECT AGREEMENT BETWEEN AID AND	1. Project/Activity No. 663-11-750-147	PAGE <u>3</u> OF <u>5</u> PAGES
	AN AGENCY OF THE GOVERNMENT OF Ethiopia	2. Agreement No. 309	3. <input checked="" type="checkbox"/> Original or Revision No. _____
		3. Project/Activity Title Customs Administration	

IV. ADDITIONAL ASSISTANCE BY USAID/ETHIOPIA

In addition to the services of the abovementioned advisor, but subject to availability of funds, USAID/Ethiopia will also consider providing assistance to meet other needs of the ECD as such needs may be identified jointly by H.E. the Vice-Minister of the ECD and the U.S. Advisor and approved by USAID/Ethiopia. The anticipated needs would mainly be for short term U.S. Customs Specialists, participation of ECD Officials in Customs Conferences and Seminars, ~~XXXXXXXXXXXX~~

V. FINANCIAL PLAN

The services of the Senior U.S. Customs Advisor will be funded by USAID/Ethiopia during FY 1974, an estimated total cost of US\$66,832, as follows:

	Estimated Budget	
	Paid in the U.S.A. (A) U.S.\$	Paid at USAID/Ethiopia (B) U.S.\$
<u>Senior Customs Advisor</u>		
		FY 1974
a) Basic Salary (FC/11-8)	28,664	
b) Differential: 10%	2,866	
c) USG Contribution to retirement health & life insurance	3,000	
d) Storage of Household Effects	700	
e) Return Travel to U.S.A., trans- portation of Household Effects, per diem, etc.	10,000	
	<u>45,230</u>	
Overhead Charges (20% on items (a), (b) and (c))	<u>6,906</u>	
Total: FY 1974 Pass Obligation	52,136	
Education Allowance		5,696
Housing and utilities		<u>9,000</u>
Total: A + B = \$66,832		<u>14,696</u>

For the Cooperating Government or Agency

SIGNATURE: _____
 TITLE: **Planning Commission Officer**

For the Agency for International Development

SIGNATURE: **Donald E. Miller**
 TITLE: **Acting Director** DATE: **8/15/74**

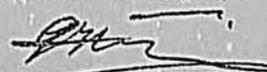
AID 114-0A (8-73) PRO AG CONTINUATION SHEET ANNEX <u>A</u>	PROJECT AGREEMENT BETWEEN AID AND	1. Project/Activity No. 663-11-750-147	PAGE <u>4</u> OF <u>5</u> PAGES
	AN AGENCY OF THE GOVERNMENT OF Ethiopia	2. Agreement No. 309	3. <input checked="" type="checkbox"/> Original or Revision No.
		3. Project/Activity Title Customs Administration	

VI. CONTRIBUTION BY IEG

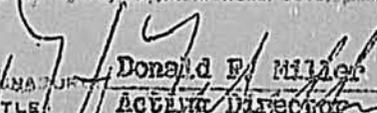
The estimated contribution of the IEG during the Fiscal Year 1974 is as follows:

Salaries of Counterpart Personnel	E\$28,600
Administrative/Clerical Support	13,000
Office Equipment (in kind)	1,500
Supplies and Materials (including overhead)	15,000
Counterpart Staff Travel	27,000
Advisory Travel	1,500
Gasoline/Vehicle Maintenance	<u>1,500</u>
	<u>E\$87,700</u>

For the Cooperating Government or Agency

SIGNATURE: 
 TITLE: **Planning Commission Officer**

For the Agency for International Development

SIGNATURE: 
 TITLE: **Acting Director** DATE: **8/15/73**

AID 1880-1X (8-70)	DEPARTMENT OF STATE AGENCY FOR INTERNATIONAL DEVELOPMENT	1. Cooperating Country Ethiopia	Page 1 of 7 Pages
		2. PIO/T No. 663-147-2-20002	3. <input type="checkbox"/> Original or Amendment No. <u>1</u>
PIO/T	PROJECT IMPLEMENTATION ORDER/TECHNICAL SERVICES	4. Project/Activity No. and Title Customs Administration 663-11-750-147	

7p.

DISTRIBUTION	5. Appropriation Symbol 72-1121004	6.A. Ailment Symbol and Charge 254-50-663-00-69-21	6.B. Funds Allotted to: <input type="checkbox"/> A.I.D./w <input checked="" type="checkbox"/> Mission
--------------	---------------------------------------	---	--

7. Obligation Status <input type="checkbox"/> Administrative Reservation <input checked="" type="checkbox"/> Action Request <input type="checkbox"/> Subobligation	8. Funding Period (Mo., Day, Yr.) From <u>7/1/71</u> to <u>6/30/72</u>
---	---

9.A. Service to Start (Mo., Day, Yr.) Between <u>7-1-71</u> and <u>7-1-72</u>	9.B. Completion date of Services (Mo., Day, Yr.)
--	---

10.A. Type of Action <input type="checkbox"/> A.I.D. Contract <input type="checkbox"/> Cooperating Country Contract <input checked="" type="checkbox"/> Participating Agency Service Agreement	Other:
---	--------

10.B. Authorized Agent
AID/W - 715 Customs Bureau

Estimated Financing		(1)	(2)	(3)	(4)
\$1.00 =		Previous Total	Increase	Decrease	Total to Date
11. Maximum A.I.D. Financing	A. Dollars	67,200	2,395		69,595
	B. U.S.-Owned Local Currency				
12. Cooperating Country Contributions	Total	20,600			20,600
	A. Counterpart	12,800			12,800
	B. Other	7,800			7,800

13. Mission References
Addis Ababa 773
oAg 289

14. Instructions to Authorized Agent This PIO/T is amended to: a. increase the funds obligated for payment of salary, differential, personnel benefits, storage of household effects, and international travel for two Custom advisors; b. increase PASA overhead funds; c. delete from column A (paid in the U.S.) the per diem amount for short term advisory services and place this amount under column B (paid at USAID) per PASA notice 83 dated 8/5/70. All other provisions remain unchanged.

15. Clearances - Show Office Symbol, Signature and Date for all Necessary Clearances.

A. The specifications in the scope of work are technically adequate AFR/EAF/TS, JATurman <i>Jurman</i>	B. Funds for the services requested are available AFR/EAF, NRBrashich <i>Brashich</i>
C. The scope of work lies within the purview of the initiating office and approved Agency Programs AFR/EAF, JKnoll <i>Knoll</i>	D.
E. AFR/MGT, HRosenbaum <i>Rosenbaum</i>	F.

16. For the cooperating country: The terms and conditions set forth herein are hereby agreed to Signature and date: N/A Title:	17. For the Agency for International Development <i>Stanley Nevin</i> Signature: Stanley Nevin Title: Deputy Director (Contracts)	18. Date of Issuance 2/25/72
--	--	---------------------------------

AID 1380-1X (B-70) 710/T	Cooperating Country Ethiopia	PIO/T No. 663-147-2-20002	Page 2 of 7 Pages
	Project/Activity No. and Title 663-11-750-147		

SCOPE OF WORK

19. Scope of Technical Services

A. Objective for which the Technical Services are to be Used

The objective for which these technical services are provided is to improve the administrative and operational effectiveness of the Imperial Ethiopian Government's

B. Description

- The two Customs advisors will work to improve the Customs Administration's administrative and operational effectiveness. Refer to Project Implementation Plan, a joint plan of action between the U.S. Customs team and the IEG's Customs Administration, dated July 15, 1969, and the customs administration project quarterly report for the period January - March 1971.
- The short term services of two U.S. Customs specialists in Investigative Techniques and Enforcement Methods are required perform in-country in-service training for approximately 20 to 30 Ethiopian Customs Department officials. This in-service training program will be enhanced with observational training programs in other East Africa and Middle Eastern countries. The short term services will amount to six weeks per U.S. Customs specialist.

C. Technicians

(1) (a) Number	(b) Specialized Field	(c) Grade and/or Salary	(d) Duration of Assignment (Man-Months)
1	Customs	FC 12/1	12
1	Customs	FC 11/3	12
2	Customs Specialists	FC 11/3	Approx. 3

(2) Duty Post and Duration of Technicians' Services

Addis Ababa 24 months each

(3) Language requirements

none

(4) Access to Classified Information

The Senior Advisor up to confidential on a need-to-know basis.

(5) Dependents

Will Will Not

Be Permitted to Accompany Technician

D. Financing of Technical Services

(1) By AID - \$ 69,595

(2) By Cooperating Country - 20,600

AID 1380-1X (B-70)	Cooperating Country Ethiopia	PIO/T No. 663-147-2-20002	Page 3 of 7 Pages
PIO/T	Project/Activity No. and Title 663-11-750-147		

20. Equipment and Supplies (Related to the services described in Block 19 and to be procured outside the Cooperating Country by the supplier of these services)

A. (1) Quantity	(2) Description	(3) Estimated Cost	(4) Special Instructions
	Reference Books	\$ 300	
	GSA Publications	400	
	Brussels Publications	2,100	
	Supplies	200	

(Note: A detailed listing of reference materials and supplies was transmitted under cover of a memorandum from Alfred P. Murphy to Mr. John C. Holl, FCA dated May 27, 1971)

B. Financing of Equipment and Supplies

(1) By AID - \$ 3,000

(2) By Cooperating Country - none

21. Special Provisions

- A. This PIO/T is subject to AID (contracting) (PASA implementation) regulations.
- B. Except as specifically authorized by AID, or when local hire is authorized under the terms of a contract with a U.S. Supplier, services authorized under this PIO/T must be obtained from U.S. sources.
- C. Except as specifically authorized by AID/W, the purchase of commodities authorized under this PIO/T will be limited to the U.S. under Geographic Code 000.
- D. Other (specify):

AID 1980-1X (8-70)	Cooperating Country Ethiopia	PIO/T No. 663-147-2-20002	Page 4 of 7 Pages
PIO/T	Project/Activity No. and Title 663-11-750-147		

22. Reports by Contractor or Participating Agency (Indicate type, content and format of reports required, including language to be used if other than English, frequency or timing of reports, and any special requirements)

The Senior Customs Advisor will prepare semi-annual status reports to the IEG Customs Administration and the USAID Director wherein progress toward the objectives stated in the Project Appraisal Report of 2/22/71 and the quarterly report for January to March will be discussed.

The Senior Advisor will prepare such other reports as are requested by the IEG and USAID Director.

23. Background Information (Additional information useful to Authorized Agent and Prospective Contractors or Participating Agency; if necessary cross reference Block 19.C(4) above.)

O'Laughlin, John B. and Thomas F. Loughman, "Study of the Customs Service of the Imperial Government of Ethiopia," 1967 (U.S. Bureau of Customs)

24. Relationship of Contractor or Participating Agency to Cooperating Country and to AID

A. Relationships and Responsibilities

The U.S. Customs Advisors will report to, and be responsible to, the Vice Minister of the Customs Administration.

B. Cooperating Country Liaison Official

H.E. Ato Aseffa Gebre Mariam Rede

C. AID Liaison Officials

Private Enterprise Officer

**DEPARTMENT OF STATE
AGENCY FOR
INTERNATIONAL DEVELOPMENT**

**PROJECT IMPLEMENTATION
ORDER/TECHNICAL
SERVICES**

Worksheet Issuance

PIO/T

Cooperating Country
Ethiopia

PIO/T No.
663-147-2-20002

Project/Activity No. and Title
663-11-750-147

LOGISTIC SUPPORT

28. Provisions for Logistic Support

A. Specific Items (Insert "X" in applicable column at right. If entry needs qualification, insert asterisk and explain below in C. "Comments")

	In Kind Supplied By		From Local Currency Supplied By	
	AID	Cooperating Country	AID	Cooperating Country
(1) Office Space		X		
(2) Office Equipment		X		
(3) Housing and Utilities	X			
(4) Furniture	X			
(5) Household Equipment (Stoves, Refrig., etc.)	X			
(6) Transportation in Cooperating Country	X			
(7) Interpreter Services		X		
Other: (Specify) (8) Ethiopian Counterpart Services		X		
(9) Clerical Services		X		
(10)				
(11)				
(12)				
(13)				
(14)				
(15)				

B. Additional Facilities Available From Other Sources

Commissary
APO (MAAG)
Medical Facilities (U.S. Embassy)
American Community School

In the use of the above facilities, the U.S. customs personnel will be subject to the same restrictions as USAID direct hire personnel.

C. Comments

CONTINUATION SHEET

DEPARTMENT OF STATE
AGENCY FOR
INTERNATIONAL DEVELOPMENT

Worksheet Issuance

FORM SYMBOL

TITLE OF FORM

1. Cooperating Country
Ethiopia

2.a. Code No.
663-147-2-20002

2.b. Effective Date
date of issuance

2.c. Original OR Amendment
No.:

PIO/T

Project Implementation
Order/Technical Services

3. Project/Activity No. and Title
Customs Administration
663-11-750-147

Indicate block numbers.

Use this form to complete the information required in any block of a PIO or PA/PR form.

#19

Customs Administration in order that: Customs revenues can be increased; customs administrative costs per dollar of revenue collected can be reduced; and legitimate imports and exports can be promptly cleared through customs.

#19 d

Estimated FY 1972 Budget for the Participating Agency Service Agreement with the U.S. Customs Bureau.

	<u>Col. A.</u> <u>Paid in</u> <u>the U.S.</u>	<u>Col. B.</u> <u>Paid at</u> <u>USAID</u>
I. <u>ADVISORY SERVICES</u>		
A. Senior Advisor		
1. Salary (FC 12/1)	\$ 25,019 +	
2. Differential	2,502	
3. USG contributions to retirement, health & life insurances	2,202	
4. Education allowance		\$ 5,360
5. Housing and utilities		6,168
6. Storage of HHE	700	
7. R & R Travel		1,982
8. International Travel	500	
	Sub-total \$30,923	\$ 13,510
B. Advisor		
1. Salary (FC 11/3)	\$ 21,901 +	
2. Differential	2,190	
3. USG contributions to retirement, health and life insurances	1,926	
4. Education Allowance		\$ 4,020
5. Housing and utilities		6,168
6. Storage of HHE	700	
7. R & R Travel		1,982
	Sub-total \$ 26,717	\$ 12,170
	Sub-total (I.A. and I.D.) \$ 57,640	\$ 25,680

+ Adjusted salary rates reflecting prior salary rates and January 1972 increases.

CONTINUATION
SHEETDEPARTMENT OF STATE
AGENCY FOR
INTERNATIONAL DEVELOPMENT Worksheet Issuance

PAGE 7 OF 7 PAGES

FORM SYMBOL

TITLE OF FORM

PIO/T

Project Implementation
Order/Technical Services1. Cooperating Country
Ethiopia2.a. Code No.
663-147-2-200022.b. Effective Date
date of issuance2.c. Original OR Amendment
No. 13. Project/Activity No. and Title
Customs Administration
663-11-750-147Indicate block
numbers.

Use this form to complete the information required in any block of a PIO or PA/PR form.

C. Consultation Travel Washington
Bureau Customs staff 1,000II. SHORT TERM ADVISORY SERVICES

(See Block 19 B (2) above)

A. International Travel &
Transportation (two round
trip airfares) \$ 2,400B. Per Diem (84 days @ \$18.00
and 8 days @ \$25.00) 1,712C. Excess Baggage (22 lbs)
(two round trips @ \$100) 400

Sub-total \$ 2,800 1,712

III. REFERENCE MATERIALS & SUPPLIES

(Block 20) \$ 3,000

IV. PASA OVERHEAD

8% of I and II above 5,155

V. Totals Columns A and B

Column A - FY 1972 PASA 69,595

Column B - Costs paid at USAID 27,392

VI. GRAND TOTAL \$ 96,987Estimated IEG FY 1972 Contributions

1. Salaries of counterpart personnel	Eth.\$	26,500
2. Administrative Support and Office Spare		10,000
3. Office Equipment (in-kind)		1,400
4. Supplies and Materials (including overhead)		8,100
5. Counterpart staff travel		5,500
	Eth.\$	<u>51,500</u>

6630147 (18)
 PD-AAG-932

Progress Review Worksheet

Evaluation for Period: _____ to _____

PROGRESS TOWARD CONDITIONS EXPECTED AT END OF PROJECT

A. CONDITIONS EXPECTED TO EXIST AT THE END OF THE PROJECT When It Achieves Its Purpose	B. METHOD(OR MEASUREMENT)OF VERIFYING CONDITIONS AT END OF THE PROJECT	C. PROGRESS AS SHOWN BY MEASUREMENT VERIFICATION
1. Processing time in Customs for routine entries reduced to 1 day.	Chamber of Commerce - informal report. Survey of sample from Customs entries.	Two to 3 days in Customs typically when papers are in order. Entry processing system just installed in Assab should reduce processing to 1-2 days.
2. Disputed "classification and valuation" decisions reduced to 1/2 of 1% of formal entries.	ECD tariff classification committee informal report.	Present rate approximately 10%. Probably will get worse in short run due to staff changes. Improvement expected with BTN.
3. Time to resolve "classification and valuation" dispute reduced to 30 days from time of entry.	ECD tariff classification committee.	Thirty to 180 days now. Staff changes may cause temporary worsening. Improvement need not wait on BTN.
4. Insurance rates for imported merchandise not increased due to pilferage.	Insurance brokers.	Estimated 10% to 15% total losses in Assab from ship to Customs (Djibouti far worse on pilferage). Some high risk items shipped by air to avoid seaport.
5. Abandoned goods transferred to Customs after 6 months and disposed of efficiently.	ECD records.	Currently backlog exceeds warehouse capacity due to cumbersome procedures. Recommendations for improvements submitted.