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10-20-69
70-44-701
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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 DEPARTMENT OF EDUCATION AND CULTURE
AN AGENCY OF THE GOVERNMENT OF THE REPUBLIC OF INDONESIA

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

1. PROJECT/ACTIVITY NO. 497-11-690-186 PAGE 1 OF 1 PAGES
2. AGREEMENT NO. 70-4 Obl.00085 3. ORIGINAL OR REVISION NO. _____

4. PROJECT/ACTIVITY TITLE
DEVELOPMENT AND USE OF EDUCATIONAL MATERIALS

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 _____
 ECONOMIC COOPERATION AGREEMENT DATE **Oct. 20, 1950**
 (Other) DATE _____

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

6. AID APPROPRIATION SYMBOL 72-1101004 7. AID ALLOTMENT SYMBOL 054-50-497-00-69-01

8. AID FINANCING	PREVIOUS TOTAL (A)	INCREASE (B)	DECREASE (C)	TOTAL TO DATE (D)
<input checked="" type="checkbox"/> DOLLARS <input checked="" type="checkbox"/> LOCAL CURRENCY				
(a) Total		\$4,500.00		\$4,500.00
(b) Contract Services		\$4,500.00		\$4,500.00
(c) Commodities				
(d) Other Costs				
9. COOPERATING AGENCY FINANCING - DOLLAR EQUIVALENT				
\$1.00 =				
(a) Total				
(b) Technical and other Services				
(c) Commodities				
(d) Other Costs				

10. SPECIAL PROVISIONS (Use Additional Conditions sheets if necessary)
This ProAg is issued to obligate \$4,500 for additional U.S. dollar costs. In addition \$7,100 will be provided from Trust Funds to cover local currency costs. The technical assistance costs of the requested contract for the Translation Sub-Project requires these additional funds.

State 153927
USAID Clearances:
EDU: *[Signature]*
PRO: *[Signature]*
CONTR: *[Signature]*
A/DD: *[Signature]*
10/3/69

11. DATE OF ORIGINAL AGREEMENT **23 October 1969** 12. DATE OF THIS REVISION **Oct 21, 1969** 13. ESTIMATED FISCAL CONTRIBUTION DATE **21 October 1972**

14. FOR THE COOPERATING GOVERNMENT OR AGENCY
Drs. Soeporo Padmodiputro
SIGNATURE: *[Signature]* DATE: *[Date]*
TITLE: **Secretary General, Dept. of Education and Culture**

15. FOR THE AGENCY FOR INTERNATIONAL DEVELOPMENT
Victor Morgan
SIGNATURE: *[Signature]* DATE: **21-X-69**
TITLE: **Acting Director, AID/EDUCATION**

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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 DEPARTMENT OF EDUCATION AND CULTURE
AN AGENCY OF THE GOVERNMENT OF THE REPUBLIC OF INDONESIA

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 ONE OR 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 _____
 ECONOMIC COOPERATION AGREEMENT DATE **Oct. 16, 1950**
 (other) DATE _____

1. PROJECT/ACTIVITY NO. **497-11-690-186** PAGE 1 OF 2 PAGES
2. AGREEMENT NO. **70-1** **Obi. 00085** 3. ORIGINAL OR REVISION NO. **2**
4. PROJECT/ACTIVITY TITLE
DEVELOPMENT AND USE OF EDUCATIONAL MATERIALS

5. PROJECT DESCRIPTION AND EXPLANATION
(See Annex A attached)
6. AID APPROPRIATION SYMBOL **72-1101.004** 7. AID ALLOTMENT SYMBOL **054-50-497-00-69-01**

B. AID FINANCING	PREVIOUS TOTAL (A)	INCREASE (B)	DECREASE (C)	TOTAL TO DATE (D)
(a) Total	\$50,000.00	\$125,000.00		\$175,000.00
(b) Contract Services	\$ 4,500.00	\$ 15,000.00		\$ 19,500.00
(c) Commodities	\$45,500.00	\$110,000.00		\$155,500.00
(d) Other Costs				

9. COOPERATING AGENCY FINANCING - DOLLAR EQUIVALENT

(a) Total	(b) Technical and other Services	(c) Commodities	(d) Other Costs

10. SPECIAL PROVISIONS (See Technical Cooperation Section 12 Hereof)
The purpose of this Revision is to record the joint agreements regarding the Shelf Enrichment, Science Book and Teaching English as a Second Language Sub-Projects.

11. DATE OF ORIGINAL AGREEMENT: **October 21, 1969** 12. DATE OF THIS REVISION: **December 30, 1969** 13. ESTIMATED FINAL CONTRIBUTION DATE: **October 21, 1972**

14. FOR THE COOPERATING GOVERNMENT OR AGENCY
Drs. Soesjio Padmosagetro
SIGNATURE: *[Signature]* DATE: **Dec 30, 1969**
TITLE: **Secretary General, Dept. of Educ.**

15. FOR THE AGENCY FOR INTERNATIONAL DEVELOPMENT
Victor Morgan
SIGNATURE: *[Signature]* DATE: **30-XII-69**
TITLE: **Acting Director, USAID/Indonesia**

For the
Chairman,
Indonesian
Institute
of Science

[Signature]

Secretary

Clearances:

SMD: *[Signature]*
EDU: *[Signature]*
PRO: *[Signature]*
CONTR: *[Signature]*
A/DD: *[Signature]*

TMorse:smh
12/19/1969

PROJECT AGREEMENT BETWEEN AID AND THE DEPARTMENT OF EDUC. & CULTURE AN AGENCY OF THE GOVERNMENT OF THE REPUBLIC OF INDONESIA	1. Project/Activity No. 497-11-690-186	PAGE <u>2</u> OF <u>8</u> PAGES
	2. Agreement No. 70 - 4 Obl. 00085	3. <input type="checkbox"/> Original or Revision No. <u>2</u>
	3. Project/Activity Title DEVELOPMENT AND USE OF EDUCATIONAL MATERIALS	

I. INTRODUCTION

The purpose of this project is to provide a contribution to what is considered one of the most neglected areas in Indonesian education -- the development and effective use of educational materials. Five key areas are being supported: an intermediate, short-term special assistance measure; Shelf enrichment is being supported with standard references and texts for the senior, higher education faculties and leading research institutes; for longer term development of educational materials, assistance is being provided to a demonstration program of Translation and reproduction of key texts in the fields of agriculture, engineering, economics, and medicine; assistance also is being provided to a center for instruction in Indonesian Textbook Writing -- through this instruction, more Indonesian educators and writers will produce current, applicable texts; paper is being supplied for production of a series of Teaching English as a Second Language texts, to help prepare students to learn through the English language.

✓ This is the final budget year of this project. Actual implementation will continue through FY 1971. By that time, it is anticipated the special assistance objectives of Shelf Enrichment in select Pembina facilities and research institutes will be met, the pilot translation and textbook writing center will have demonstrated the usefulness of these approaches and initial runs of the TESL materials will be produced. A measure of project success will be the extent to which the Ministry of Education and LIPI can use the learning experience of this project to further build the organization necessary to produce quality educational materials.

II. CONTINUING PROJECTS - WITH FY 1970 FUNDING PROVIDED HEREIN

A. Shelf Enrichment for Selected Pembina Faculties:

1. Description - The Pembina faculty approach, whereby a "feeder" faculty provides assistance to faculties providing the middle and lower academic degrees (Madya and Muda) has shown considerable development over the last two years. The requirement for additional books which would allow the Peminas to more adequately upgrade the Madya and Muda facilities has grown with the acceptance of the Pembina approach. To date, under the FY 68 and FY 69 ProAgs, approximately 10,000 books have been ordered for Pembina faculties in seven universities and four IKIPs.

This ProAg provided \$10,000 for special book orders for graduate study and research programs in up to ten of the outstanding Pembina faculties. Also, modest funding (\$7,500) is provided to support a six-week Ministry of Education evaluation program scheduled for late 1970. One short-term U.S. specialist

For the Cooperating Government or Agency

For the Agency for International Development

SIGNATURE: _____ DATE: _____
TITLE: _____

SIGNATURE: _____ DATE: _____
TITLE: _____

**PROJECT AGREEMENT
BETWEEN AID AND**

THE DEPARTMENT OF EDUC. & CULTURE

**AN AGENCY OF THE GOVERNMENT OF
THE REPUBLIC OF INDONESIA**

1. Project/Activity No.
497-11-650-186

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2. Agreement No.
70 - 4 Obl. 00085

3. Original or
Revision No. 2

3. Project/Activity Title
**DEVELOPMENT AND USE OF
EDUCATIONAL MATERIALS**

from an organization such as the American Library Association will assist the Ministry of Education in evaluating the effectiveness of this type of library development program and assist in the preparation of strategy for long-range library development. This will entail extensive travel to Pembina Universities.

2. Specific Commitments - U.S. AID agrees to provide up to \$10,000 for purchase of reference books and bibliographical materials for up to ten select Pembina faculties.

USAID further agrees to contract with an appropriate American institution to provide up to six man-weeks' technical service to advise on the evaluation of the Ministry of Education's University library development program. (Estimated cost: \$7,500).

The Ministry of Education agrees to select the recipient Pembina faculties not later than 1 March 1970, and insure that these faculties submit their MOE-approved book lists to USAID NLT June 1970. The Ministry further agrees to take all steps necessary to insure prompt and safe delivery of the USAID-procured books from the port of debarkation to the designated recipient faculties.

The Ministry of Education also agrees to make specific plans for an evaluation of the shelf enrichment project, in the context of the Ministry's University library development program.

B. Paper for Producing Teaching English as a Second Language (TESL) Series:

1. Description - Improving instructional materials for teaching English as a Second Language (TESL) has been recognized by the MOE as an important step in increasing the use of English in the entire learning process. Ford Foundation and the State University of New York are assisting (over \$1 million over 13 years) the MOE to produce an entire series of TESL materials for SMP (Junior High School) and SMA (Senior High School). This project is assisting the effort by providing paper to the MOE for the initial runs (estimated 475,000 copies) of both the SMP and SMA series.

Under the FY 1968 ProAg, \$50,000 was obligated for this purpose; however, price increases have almost doubled the cost for the required paper. (Revision 1 of this FY 70 ProAg obligates another \$45,500 to meet the increased costs.) The paper ordered under the FY '68 ProAg is arriving, and firm plans have been made by the MOE/FORD and Balai Pustaka, to begin printing shortly after all the paper has been delivered. An additional \$50,000 was obligated in the FY '69 ProAg of this project for a second run of TESL SMP materials. However, it was not

For the Cooperating Government or Agency

For the Agency for International Development

SIGNATURE: _____ DATE: _____

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TITLE: _____

TITLE: _____

PROJECT AGREEMENT BETWEEN AID AND THE DEPARTMENT OF EDUC. & CULTURE AN AGENCY OF THE GOVERNMENT OF THE REPUBLIC OF INDONESIA	1. Project/Activity No. 497-11-690-186	PAGE <u>4</u> OF <u>8</u> PAGES
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	3. Project/Activity Title DEVELOPMENT AND USE OF EDUCATIONAL MATERIALS	

possible to confirm the desired specifications, quantities and revised costs prior to the expiration of the sub-obligation waiver and these funds were deobligated.

This ProAg obligates an additional \$90,000 for a second run of TESL materials. The MOE will decide, in consultation with the USAID and Ford Foundation, what balance of SMA and SMP materials should be produced with this Second Run Paper, to have the greatest impact on the teaching of English. The results of the MOE/Balai Pustaka planning regarding reproduction of TESL materials, method of distribution and pricing will be the matter of a joint GOI/donors review early in 1970.

2. Specific Commitments - USAID agrees to procure up to \$90,000 worth of paper appropriate for the reproduction of TESL materials.

MOE agrees to:

- take all necessary steps to insure prompt and safe receipt, transshipment and storage of paper provided under this Agreement.
- plan and sponsor a major review of the reproduction, distribution and pricing of TESL material for early 1970.
- arrange for and supervise the publishing of the TESL materials as early as possible.
- administer the distribution of the TESL material.

C. Science-Technical Book Program:

1. Description - This sub-project has provided \$69,000 worth of books to selected Indonesian research institutions through the Indonesian Institute of Science (LIPI). This agreement provides an additional \$10,000 for up to ten of the most progressive research institutions. The objective is to build on those institutes of strength so they might better contribute applicable research to national development objectives. The following general criteria will be applied in choosing the recipient institutes: 1) best organized, with a full-time librarian; 2) actively conducting research, and is publishing the research results; and 3) participating in inter-library, document loan program. In choosing their books, the institutes will select titles for library development which are related to specific research programs underway or planned. The selection will generally be single copies. LIPI may, at its discretion, use the availability of this grant to solicit agreements from the participating institutes for their book budget development.

The National Five-Year Development Plan provides for the rehabilitation of Science and Research Institutes in Indonesia. The effectiveness of many of the Institutes is severely limited by the lack of research reference materials.

For the Government of Agency SIGNATURE: _____ DATE: _____ TITLE: _____	For the Agency for International Development SIGNATURE: _____ DATE: _____ TITLE: _____
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**PROJECT AGREEMENT
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THE DEPARTMENT OF EDUC. & CULTURE

**AN AGENCY OF THE GOVERNMENT OF
THE REPUBLIC OF EDUCATION**

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**DEVELOPMENT AND USE OF
EDUCATIONAL MATERIALS**

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3. Original or
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To guide the development of science libraries, and to evaluate this Science Book Program, a modest evaluation program will be carried out in 1970 with the assistance of a specialist from an organization such as the U.S. National Academy of Science. The objectives of the study are both an evaluation of current library programs and the outlining of a development program for national research libraries. The study report should include recommendations for implementation. Inasmuch as an evaluation program for the University library development will be conducted during CY 1970, by the Ministry of Education, it is planned to provide for close coordination of evaluation activities between LIPI and the Ministry.

2. Specific Commitments

USAID agrees to:

- provide up to \$10,000 for purchase of research and reference books for up to ten select research institutes.
- contract with an appropriate American institution to provide up to six man-weeks of technical service to advise on an evaluation of the current science book program, and a program for coordinated research institute library development. (Estimated cost: \$7,500)

LIPI agrees to:

- select the recipient research institutes not later than 1 March 1970 and insure that these institutes submit their LIPI approved book lists to USAID NOT 1 June 1970.
- take all steps necessary to insure prompt and safe delivery of the USAID procured books from the port of debarkation to the selected research institutes.
- make specific plans and provisions for an evaluation of the Science Book Program and a research library development program.

For the Cooperating Government or Agency

SIGNATURE: _____ DATE: _____

TITLE: _____

For the Agency for International Development

SIGNATURE: _____ DATE: _____

TITLE: _____

PROJECT AGREEMENT
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AN AGENCY OF THE GOVERNMENT OF
THE REPUBLIC OF INDONESIA

1. Project/Activity No.
197-11-690-186

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70 - 4 **Obi. 00085**

3. Project/Activity Title
**DEVELOPMENT AND USE OF
EDUCATIONAL MATERIALS**

3. Original or
Revision No. 2

III. CONTINUING PROJECTS - NO ADDITIONAL FUNDING REQUIRED

A. Textbook Translation Program

1. Description - This sub-project is designed to provide translation into the Indonesian language of selected American textbooks for Indonesian university students. The primary purpose is to provide the MOE authorities experience in producing top quality translations at a modest cost.

The original of this ProAg (21 October 1969) provided the additional funds (\$4,500 and Rp. 2.8 million) needed to sign a contract for assistance to MOE. (No additional funds are planned to complete this sub-project). The contract with Franklin Book Programs was completed effective 29 September 1969. The contractor will assist with all phases of the operation from the selection of titles and securing of the copyright privileges through printing and pricing and distribution of a quality product. The six titles have been selected and the copyrights have been secured. The identification and procurement of commodities planned in the FY 1968 ProAg is underway.

The tasks ahead include beginning actual translation and the establishment of procedures which can institutionalize the experience of this work.

2. Specific Commitments - All terms and conditions of the FY 68 and FY 69 ProAg remain in effect.

B. Textbook Writing Center

1. Description - The purpose of this sub-project is to assist the MOE in the establishment and development of a textbook writer's upgrading center. USAID support to this sub-project will continue through CY 1970 with prior year funding of the Franklin Book Company contract. Two seminars in writing textbooks were completed in CY 1969. The first was a pilot project which proved very useful in testing schedules, content and methods of presentation, staff preparation and administrative arrangements. The second session focused on science and mathematics. It produced fourteen manuscripts of notable quality.

The remaining seminars to which contract consulting services will be provided are as follows:

Third Session	(February - May 1970)	Vocational & Technical Edu.
Fourth Session	(May - August 1970)	Social Studies
Fifth Session	(August - Nov. 1970)	Language Arts

For the Cooperating Government or Agency

For the Agency for International Development

SIGNATURE: _____ DATE: _____
TITLE: _____

SIGNATURE: _____ DATE: _____
TITLE: _____

AID 1980-1A (0-81) PROAG CONTINUATION SHEET ANNEX <u>A</u>	PROJECT AGREEMENT BETWEEN AID AND THE DEPARTMENT OF EDUC. & CULTURE	1. Project/Activity No. 497-11-690-186	PAGE <u>7</u> OF <u>8</u> PAGES
		2. Agreement No. 70 - 4	Obl. 00085 3. <input type="checkbox"/> Original or Revised No. <u>2</u>
	AN AGENCY OF THE GOVERNMENT OF THE REPUBLIC OF INDONESIA	3. Project/Activity Title DEVELOPMENT AND USE OF EDUCATIONAL MATERIALS	

In addition to holding these seminars the tasks ahead include those steps necessary to put the center on an institutionalized, continuing basis, improving the relation of the Center to the National Education Assessment and curriculum revision programs and further developing plans to see the better quality manuscripts through production and distribution.

2. Specific Commitments - All terms and conditions of the FY 68 and FY 69 ProAgs remain in effect.

For the Cooperating Government or Agency SIGNATURE: _____ DATE: _____ TITLE: _____	For the Agency for International Development SIGNATURE: _____ DATE: _____ TITLE: _____
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PROJECT AGREEMENT
 BETWEEN AID AND
THE DEPARTMENT OF EDUC. & CULTURE
 AN AGENCY OF THE GOVERNMENT OF
 THE REPUBLIC OF INDONESIA

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USAID FY 1970 Dollar Budget Summary

1. Shelf Enrichment for Selected Pembina Faculties	\$ 17,500
2. Paper for TESL Series	135,500
3. Science Book Program (LIPI)	17,500
4. Textbook Translation Project	4,500
5. Textbook Writing Upgrading Program	-
	<hr/>
	\$175,000

MCE/LIPI FY 1970/71 Rupiah Budget Summary

A. The Ministry of Education and LIPI have agreed to arrange or meet from their own budget allocations the local currency support costs of these sub-projects. The FY 1970-71 MCE budget availabilities are estimated at Rp. 12.6 Billion (Routine) and Rp. 1.8 Billion (Development).

B. Sub-Obligation Documents

Sub-obligation documents, including detail specifications, will be completed prior to 31 Mar. 1970. This represents a waiver of normal procedures pursuant to AID Manual Order No. 712.4; Section III, Paragraph 3.a.

This waiver covers the Science Book and Shelf Enrichment PIO/Cs (\$10,000 each) and PIO/Ts (\$7,500 each), which will be issued prior to 31 March 1970.

For the Cooperating Government or Agency
 SIGNATURE: _____ DATE: _____
 TITLE: _____

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

**PROAG
STANDARD
PROVISIONS
ANNEX**

**PROJECT AGREEMENT
BETWEEN AID AND**

THE GOVERNMENT OF [REDACTED]
AN AGENCY OF THE GOVERNMENT OF
THE REPUBLIC OF [REDACTED]

1. Project/Activity No. _____

2. Agreement No. _____

3. Original or Revision No. _____

A. As used herein, the term "AID" refers to the Agency for International Development, any component agency, or any successor agency. References to "this Project Agreement" shall mean the original Project Agreement as modified by any revisions which have entered into effect.

B. (1) AID will make available the amounts specified in Block 8 of this Project Agreement, as necessary for the project, for use for the designated purposes and as may be further described in Annex A, as required by Block 5 hereof. In addition, as may be further specified in Annex A, AID will, subject to the availability of funds and (where required by AID procedures) as provided for in Project Implementation Orders (PIOs) issued by AID in accordance with its procedures, make available funds (a) to pay costs of furnishing technical services to be performed by United States Government employees in connection with the project, (b) to pay a share of the costs of providing training outside the cooperating country in connection with the project for qualified persons from the cooperating country, and (c) to pay such additional costs as may be specified.

(2) The Cooperating Government Agency will make available the amounts specified in Block 9 of this Project Agreement, as necessary for the project, for use for the designated purposes and as may further be described in Annex A. The Cooperating Government Agency will also make, or arrange to have made, additional contributions of property, services, facilities and funds required for carrying out the project as may be specified in Annex A, or as may subsequently be agreed upon by the two parties.

C. AID and the Cooperating Agency may obtain the assistance of other public and private agencies in carrying out their respective obligations under this Project Agreement. The two parties may agree to accept contributions of property, services, facilities and funds for purposes of this Project Agreement from other public and private agencies, and may agree upon the participation of any such third party in carrying out activities under this Project Agreement.

D. AID shall not be required to make any contribution after the expiration of six months following the estimated final contribution date (Block 13 of the Project Agreement form AID 1330-1) or any amended final contribution date specified herein. Except as otherwise specified herein or subsequently agreed

by the parties, all contributions of the Cooperating Agency pursuant to this Project Agreement shall be made on or before said estimated termination date, or amended date. A contribution of goods or services shall be considered to have been made when the goods or services, provided or financed by the contributing party, are delivered in accordance with commercial practice.

E. The procurement of commodities and contract services to be financed in whole or in part by AID may (where so required by AID procedures) be undertaken only pursuant to PIOs issued by AID in accordance with its procedures.

F. Unless otherwise specified in the applicable PIO, the procurement of commodities financed with the AID contribution referred to in Block 8 of this Project Agreement shall be subject to the provisions of AID Regulation 1.

G. Unless otherwise specified in the applicable PIO, title to all property procured through financing by AID pursuant to Block 8(c) of this Project Agreement shall be in the Cooperating Agency, or such public or private agency as it may authorize. This provision is inapplicable to any property which may be used in connection with the project but is not financed pursuant to said Block 8(c).

H. Any property furnished to either party through financing by the other party pursuant to this Project Agreement shall, unless otherwise agreed by the party which financed the procurement, be devoted to the project until completion of the project, and thereafter shall be used so as to further the objectives sought in carrying out the project. Either party shall offer to return to the other, or to reimburse the other for, any property which it obtains through financing by the other party pursuant to this Project Agreement which is not used in accordance with the preceding sentence.

I. (1) If AID and any public or private organization furnishing commodities through AID financing for operations hereunder in the cooperating country, is, under the laws, regulations or administrative procedures of the cooperating country, liable for customs duties and import taxes on commodities imported into the cooperating country for purposes of carrying out this Project Agreement, the Cooperating Agency will pay such duties and taxes unless exemption is otherwise provided by any applicable international agreement.

(2) If any personnel (other than citizens and residents of the cooperating country), whether United

States Government employees, or employees of public or private organizations under contract with, or individuals under contract with, AID, the Cooperating Agency or any agency authorized by the Cooperating Agency, who are present in the cooperating country to provide services which AID has agreed to furnish or finance under this Project Agreement, are, under the laws, regulations or administrative procedures of the cooperating country, liable for income and social security taxes with respect to income upon which they are obligated to pay income or social security taxes to the Government of the United States of America, for property taxes on personal property intended for their own use, or for the payment of any tariff or duty upon personal or household goods brought into the cooperating country for the personal use of themselves and members of their families (not including such personal or household goods as may be sold by any such personnel in the cooperating country), the Cooperating Agency will pay such taxes, tariff, or duty unless exemption is otherwise provided by any applicable international agreement.

J. Any personnel (other than citizens and residents of the cooperating country), whether United States Government employees, or employees of public or private organizations under contract with, or individuals under contract with, AID, the Cooperating Agency or any agency authorized by the Cooperating Agency, who are present in the cooperating country to provide services which AID has agreed to furnish or finance under this Project Agreement shall be subject to the approval of the Cooperating Agency and AID, and shall be under the general direction of the Director of the Mission to the cooperating country.

K. If any commodity is furnished to the Cooperating Agency, or any public or private agency authorized by the Cooperating Agency, on a grant basis through financing by AID pursuant to this Project Agreement under arrangements which will result in the accrual of proceeds to the Cooperating Agency or any authorized agency and if the applicable agreement between the two governments referred to on the first page of this Project Agreement does not provide for the establishment of a Special Account and the deposit therein of currency of the cooperating country, the Cooperating Agency will make such arrangements as may be necessary to establish a Special Account and to deposit therein currency of the cooperating country in amounts equal to such proceeds, in accordance with such terms and conditions as may be agreed upon. Funds in the Special Account may be used only as agreed upon by AID and the Cooperating Agency; provided, that such portion of the funds in the Special Account as may be designated by AID shall be made available to AID to meet the requirements of the United States.

L. The Cooperating Agency will make such arrangements as may be necessary so that funds intro-

duced into the cooperating country by AID or any public or private agency for purposes of carrying out obligations of AID hereunder shall be convertible into currency of the cooperating country at the highest rate which, at the time the conversion is made, is not unlawful in the cooperating country.

M. AID shall expend funds and carry on operations pursuant to this Project Agreement only in accordance with the applicable laws and regulations of the United States Government.

N. The two parties shall have the right at any time to observe operations carried out under this Project Agreement. Either party during the term of the Project and three years after the completion of the project, shall further have the right (1) to examine any property procured through financing by that party under this Project Agreement, wherever such property is located, and (2) to inspect and audit any records and accounts with respect to funds provided by, or any properties and contract services procured through financing by, that party under this Project Agreement, wherever such records may be located and maintained. Each party, in arranging for any disposition of any property procured through financing by the other party under this Project Agreement, shall assure that the rights of examination, inspection and audit described in the preceding sentence are reserved to the party which did the financing.

O. Upon completion of the project, a Completion Report shall be drawn up, signed by appropriate representatives of AID and the Cooperating Agency, and submitted to AID and the Cooperating Agency. The Completion Report shall include a summary of the actual contributions by both AID and the Cooperating Agency to the project, and shall provide a record of the activities carried out, the objectives achieved, and related basic data. AID and the Cooperating Agency shall each furnish the other with such information as may be needed to determine the nature and scope of operations under this Agreement and to evaluate the effectiveness of such operations.

P. The present Agreement shall enter into force when signed. Either party may terminate this Project Agreement by giving the other party 30 days written notice of intention to terminate it. Termination of this Project Agreement shall terminate any obligations of the two parties to make contributions pursuant to Blocks 8 and 9 of this Project Agreement, except for payments which they are committed to make pursuant to non-cancellable commitments entered into with third parties prior to the termination of the Project Agreement. It is expressly understood that the obligations under paragraph H relating to the use of property shall remain in force after such termination.

PRO AG

4970186

DS 6/5/73

PROJECT AGREEMENT 70-111-741
BETWEEN THE DEPARTMENT OF STATE, AGENCY FOR INTERNATIONAL DEVELOPMENT (AID),
AN AGENCY OF THE GOVERNMENT OF THE UNITED STATES OF AMERICA, AND

THE DEPARTMENT OF EDUCATION AND CULTURE
AN AGENCY OF THE GOVERNMENT OF THE REPUBLIC OF INDONESIA

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Under the terms of Economic Cooperation Agreement signed October 16, 1950, as amended, and the agreements and provisions noted below, it is agreed to carry out a project in accordance with the terms set forth herein.

Agreement (Specify) _____

Standard Provisions Annex Other (Specify) _____

1. Project No. **497-11-690-186** 2. Agreement No. **FY 1969-6** 3. Original or Revision No. **1**
Obi. 90424

4. Project/Activity Title **Dev. and Use of Educational Materials** 5. Project Descrip. (Annex A)

6. Appropriation **72-1111004** 7. Allotment **154-50-497-00-69-23**

8. AID DOLLAR FINANCING (Cost Component)	PREVIOUS TOTAL (A)	INCREASE (B)	DECREASE (C)	TOTAL TO DATE (D)
a. PERSONNEL COSTS (1) U.S. PASA Contract	20,600			20,600
(2) LOCAL AND TCN PASA Contract				
b. PARTICIPANTS AID Direct				
PASA/Contract				
c. COMMODITIES AID Direct	75,000		50,000	25,000
PASA/Contract				
d. OTHER COSTS AID Direct				
PASA/Contract				
e. TOTAL (ALL COSTS)	95,600		50,000	45,600
9. LOCAL CURRENCY FINANCING (\$1.00 = Rupiah 1100)				
a. U.S. - OWNED RUPIAH				
b. GOI TRUST FUND (AID ADM)				
c. GOI - (SHOW SOURCE BELOW)	109,250			109,250

10. REFERENCES AND REMARKS
SEE NEXT PAGE

11. DATE OF ORIGINAL AGREEMENT **June 29, 1969** 12. DATE OF THIS REVISION **June 29, 1972.** 13. ESTIMATED FINAL CONTRIBUTION DATE **June 30, 1973**

14. FOR THE COOPERATING GOVERNMENT, OR AGENCY
Drs. Soepojo Pambasputro, M.A.
SIGNATURE
TITLE **Sec. Gen. Dept. of Education & Culture**

15. FOR THE AGENCY FOR INTERNATIONAL DEVELOPMENT
H. Louise Roney
SIGNATURE **H. Louise Roney**
TITLE **Acting Director, USAID/Diakarya** DATE **6/5/72**

USAID Clearance
PRO
CONTR.
AND

PROAG
CONTINUATION
SHEET

ANNEX _____

**PROJECT AGREEMENT
BETWEEN AID AND
THE DEPARTMENT OF EDUCATION AND
CULTURE**

**AN AGENCY OF THE GOVERNMENT OF
THE REPUBLIC OF INDONESIA**

1. Project/Activity No.
497-11-690-186

PAGE 2 OF 2 PAGES

2. Agreement No.
FY 1969 - 6; Obl. 90124

2. Original or
Revision No. 1

3. Project/Activity Title
**DEVELOPMENT AND USE OF EDUCATIONAL
MATERIALS**

This revision extends the Final Contribution Date to June 30, 1973, and records on the face sheet a deobligation made on November 30, 1969 for paper that was not ordered before the sub-obligation waiver lapsed on September 30, 1969. The paper was subsequently provided under a later agreement in FY 1970, (Pro Ag FY 70-4; Obl. 00085; Rev. 2, page 4, Para 1). All other provisions in the original Project Agreement remain unchanged.

For the Cooperating Government or Agency

For the Agency for International Development

SIGNATURE: _____ DATE: _____

SIGNATURE: _____ DATE: _____

TITLE: _____

TITLE: _____