

UNCLASSIFIED

Annual Budget Submission

FY 1984

SOUTH PACIFIC

BEST AVAILABLE



June 1982

Agency for International Development
Washington, D.C. 20523

UNCLASSIFIED

Department of State

INCOMING TELEGRAM

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ACTION AID-35

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ACTION OFFICE ASDP-02
INFO AAAS-01 ASPT-02 PPCE-01 PPEH-01 PPR-01 PPP-01 1G-01
GC-01 GCAS-01 GCFL-01 AAST-01 STAG-02 STAD-02 FFP-03
1G11-02 OFP-01 PVC-02 RELO-01 TELE-01 MAST-01 ASSP-02
PRE-01 /034 AS 1202

INFO OCT-00 COPY-01 EB-01 EA-12 /056 V
-----204256 020332Z /62-37

O 010440Z JUN 82
FM AMEMBASSY SUVA
TO SECSTATE WASHDC IMMEDIATE 6158
INFO AMEMBASSY MANILA

UNCLAS SECTION 01 OF 05 SUVA 1964

AIDAC

FOR ASIA/DP AND ASIA/ISPA

EO 12065: N/A
SUBJ: FY 1983 ABS - SOUTH PACIFIC

REF: (A) STATE 112711 (B) STATE 85273 (C) SUVA 1636
(D) SUVA 778 (E) SOUTH PACIFIC COSS 84-88,

1. THIS BUDGET SUBMISSION COVERS TEN COUNTRIES OF THE SOUTH PACIFIC, PAPUA NEW GUINEA, SOLOMON ISLANDS, VANUATU, TONGA, FIJI, WESTERN SAMOA, TUVALU, KIRIBATI COOK ISLANDS AND NIUE. TAKING INTO CONSIDERATION CONTINUING INFLATION IN THE SOUTH PACIFIC AND ASSUMING THAT INFLATION WILL CONTINUE AT THE APPROXIMATE SAME RATE AS IT HAS OVER THE PAST SEVERAL YEARS, WE SEE THE SOUTH PACIFIC PROGRAM DECREASING SOMEWHAT IN REAL TERMS BASED ON CURRENT PLANNING FIGURES THROUGH FY 1987. THE SOUTH PACIFIC PROGRAM REACHED A LEVEL OF SLIGHTLY MORE THAN DOLS 4 MILLION ANNUALLY IN FY80 AND HAS CONTINUED AT THE SAME APPROXIMATE LEVEL FOR FY81 AND FY82. BECAUSE THE PROGRAM WAS STILL IN THE DEVELOPMENT STAGES IN FY80 AND FY81, IT WAS POSSIBLE TO CONTINUE SOME GROWTH EVEN THOUGH THE BUDGET REMAINED CONSTANT. DECISIONS MADE ON PROGRAMMING IN FY82 WHEN ACTUAL OYB REMAINED CONSTANT AIMED AT KEEPING THE SOUTH PACIFIC PROGRAM AFLOAT.

2. THE FOLLOWING TABLE SHOWS THE CRUX OF THE SOUTH PACIFIC PLANNING PROBLEM BY COMPARING PLANNING LEVELS IN THE FY83 ABS WITH PLANNING LEVELS IN THE FY84 ABS.

	FY82	FY83	FY84	FY85	FY86	FY87
FY83 ABS	5000	8200	9000	10,000	10,000	10,000
FY84 ABS	4450	5100	5700	6,200	6,600	7,200

UNDER THE 83 ABS TOTAL FUNDS BEING PLANNED WERE DOLS 52 MILLION WHEREAS UNDER THE 84 ABS THE TOTAL PLANNING FIGURE IS DOLS 35,250,000. BASED ON INFLATIONARY TRENDS A NO-GROWTH FIGURE WOULD BE 36 MILLION DOLS FOR THE SAME PERIOD. THIS HAS CAUSED SPROD TO REVISE RADICALLY STRATEGY FOR THE SOUTH PACIFIC ESPECIALLY IN LIGHT OF THE FACT THAT OYBS ARE SELDOM AS HIGH AS PLANNING FIGURES. THE BUDGET PROPOSED HEREIN WOULD PERMIT US TO CONTINUE AT ROUGHLY THE SAME REAL LEVEL AS WE ARE AT IN FY82 AND WOULD PROVIDE FUNDING FOR THE LAST PAYMENT ON THE QTE MORTGAGE NOTE FOR THE SOUTH PACIFIC ISLAND AGRICULTURE DEVELOPMENT PROJECT IN FY86. INCREASES IN OYBS ABOVE THE CURRENT PLANNING LEVEL WOULD PROVIDE GROWTH IN PROJECTS IN DIRECT RELATIONSHIP TO THE AMOUNT OF INCREASE. DECREASES IN THE BUDGET AS PROPOSED WOULD REQUIRE THAT ALL PROJECTS BE CURTAILED ACCORDINGLY.

3. THIS ABS IS PREDICATED ON MAINTAINING A RELATIVELY

STATIC POSITION. THROUGH 1987 SPROD IS NOT PLANNING FOR EXPANSION AND HAS ADVISED CURRENT GRANTEEES OF THIS FACT--AS A RESULT THE OFFICE HAS RECEIVED ONLY TWO PROPOSALS FOR NEW ACTIVITIES UNDER PVO CO-FINANCING AND BOTH HAVE BEEN REJECTED. THE PVO COMMUNITY OPERATING IN THE SOUTH PACIFIC UNDERSTANDS AND IS SYMPATHETIC TO SPROD'S INABILITY TO ENTERTAIN ADDITIONAL INITIATIVES. NINE US PVOs ARE NOW OPERATING 21 PROGRAMS FROM 16 OFFICES LOCATED IN NINE OF THE TEN COUNTRIES OF THE SOUTH PACIFIC. THE TENTH COUNTRY, NIUE, IS TOO SMALL TO WARRANT A FULL FLEDGED PVO ACTIVITY WITH ITS POPULATION AT SOMETHING LESS THAN 3000 PERSONS.

4. THE TEN COUNTRIES OF THE SOUTH PACIFIC ALL HAVE GOVERNMENTS WHICH ARE DEMOCRATIC AND HUMANE IN NATURE. THEIR ECONOMIES ARE BY AND LARGE OPEN ECONOMIES. THEY SUFFER LESS FROM GOVERNMENTAL RESTRICTIONS THAN FROM LACK OF DEVELOPMENT AND ORGANIZATION IN THE PRIVATE SECTOR. ALTHOUGH THESE COUNTRIES POSSESS FREE MARKET ECONOMIES, THEIR POPULATIONS ARE LARGELY SUBSISTENCE FARMING AND FISHING FAMILIES WHICH LIMITS THE COUNTRIES' ABILITIES TO TRADE INTERNALLY WITH EACH OTHER OR WITH OTHER NATIONS. SPROD HAS SINCE

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ACTION OFFICE ASDP-02

INFO AAAS-01 ASPT-02 PPCE-01 PPEM-01 POPR-01 PPPB-01 IQ-01
GC-01 GCAS-01 GCFL-01 AAST-01 STAG-02 STRD-02 FFP-03
IGII-02 OFP-01 PVC-02 RELO-01 TELE-01 MAST-01 ASSP-02
PRE-01 /034 A5 1202

INFO OCT-00 COPY-01 EB-08 EA-12 AMAD-01 /057 W
-----204425 0203382 /62-38

O 010440Z JUN 82
FM AMEMBASSY SUVA
TO SECSTATE WASHDC IMMEDIATE 6159
INFO AMEMBASSY MANILA

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INCEPTION PUSHED FOR DECENTRALIZATION IN DEVELOPMENT OF BASIC HUMAN NEEDS AS WELL AS ECONOMIC GROWTH. ECONOMIC GROWTH IN THE SOUTH PACIFIC OCCURS AT THE FAMILY AND THE COMMUNITY OR VILLAGE LEVEL. FOR THE REASON ECONOMIC DECENTRALIZATION TO ENCOURAGE FAMILIES OR SMALL GROUPS TO PRODUCE MORE IS THE MOST LIKELY COURSE OF ACTION TO INCREASE THE PRODUCTIVE CAPACITY OF THE COUNTRY.

5. THE PVO CO-FINANCING PROJECT IS THE MAJOR USAID PROJECT IN THE SOUTH PACIFIC. THESE ACTIVITIES CONCENTRATE ON WORKING WITH THE PRIVATE SECTOR, SOMETIMES ON A FAMILY BY FAMILY BASIS, IN ORDER TO INCREASE PRODUCTIVE CAPACITY. SOME PROJECTS ALSO PROVIDE TRAINING TO LOWER LEVEL GOVERNMENT OFFICIALS WHO ARE IN DIRECT CONTACT WITH THE POPULATIONS WHOSE UNDERSTANDING OF THE IMPORTANCE OF FREE MARKET DECISION MAKING DIRECTLY IMPACTS ON THE POPULATION.

6. QUOTING REF A SPRDO BELIEVES THIS APPROACH IS THE MOST LIKELY MEANS OF GETTING UNLEASING THE INDIVIDUAL INITIATIVES AND CREATIVITY OF THE PEOPLE QUOTE.

7. TECHNOLOGY TRANSFER: PROGRAMS CONDUCTED BY SPRDO HAVE BEEN LABELED APPROPRIATE EDUCATION. COMPARING THIS APPROACH TO GUIDANCE RECEIVED IN TECHNOLOGY TRANSFER THE DIFFERENCE BETWEEN THE TWO IS ONLY A DIFFERENCE IN LATITUDE. APPROPRIATE EDUCATION IN THE SOUTH PACIFIC CORRESPONDS WITH THE LOWER SPECTRUM OF TECHNOLOGY TRANSFER AS DEFINED BY GUIDANCE FROM WASHINGTON. MORE THAN HALF OF THE PVO ACTIVITY IN THE SOUTH PACIFIC ADDRESSES ECONOMIC DEVELOPMENT AT THE LOWER LEVEL. THIS INVOLVES BOTH THE GRANTING OF SMALL FUNDS TO LAUNCH PROJECTS USUALLY IN CONJUNCTION WITH LOW LEVEL TRAINING IN FARMING, FERROCEMENT CONSTRUCTION, VILLAGE DEVELOPMENT PLANNING, FAMILY GARDENS, LIVESTOCK PROJECTS AND COMMUNITY FISHING. ALL PROJECTS REQUIRE A SUBSTANTIAL INPUT BY THE RECIPIENTS TO AVOID THE FREE LUNCH COMPLEX WHICH DOMINATES MANY FOREIGN AID PROJECTS.

8. A SECOND MAJOR ACTIVITY OF SPRDO IS A TITLE XII COLLABORATIVE PROJECT AMONG THE UNIVERSITIES OF HAWAII, SOUTH PACIFIC AND CORNELL. ALTHOUGH THIS PROJECT HAS BEEN SLOW IN STARTING AND THOUGH IT WILL BE SOME TIME BEFORE IT CAN IMPACT ON AGRICULTURE IN THE SOUTH PACIFIC, IT OFFERS THE TANTALIZING POSSIBILITY OF AN OUTREACH PROGRAM DOWN TO THE FARMER LEVEL WHICH WOULD BE AN IMPORTANT STIMULUS TO AGRICULTURAL PRODUCTION IN SOUTH PACIFIC COUNTRIES.

9. ALTHOUGH THERE IS SUFFICIENT FOOD TO AVOID HUNGER IN THE SOUTH PACIFIC, THERE ARE INSUFFICIENT QUANTITIES AND TYPES OF AGRICULTURAL PRODUCTS FOR SUBSTANTIAL EXPORTS. THERE IS A DEARTH OF FRESH FISH ON THE DINNER TABLES OF SOUTH PACIFIC ISLANDERS--A PROBLEM WHICH IS BEING ADDRESSED VIGOROUSLY NOT ONLY BY AMERICAN PVOs BUT BY THE PEACE CORPS AS WELL, USUALLY WITH USAID SUPPORT.

10. THE SPRDO PROGRAM IS DEEPLY INVOLVED IN INSTITUTIONAL DEVELOPMENT PARTICULARLY OF LOW LEVEL GOVERNMENT STRUCTURES IN DEVELOPMENT ADMINISTRATION AND OF PRIVATE INDIGENOUS ORGANIZATIONS, FREQUENTLY CHURCH-RELATED, WHO PLAY AN IMPORTANT ROLE IN DEVELOPMENT OF HUMAN RESOURCES, BASIC HUMAN NEEDS AND ECONOMIC UPLIFT FOR SUBSISTENCE FARMERS.

11. PROMOTION OF PRIVATE ENTERPRISE THROUGH JOINT VENTURES: ONLY THE COUNTRY OF FIJI IS READY TO DO BUSINESS WITH THE UNITED STATES ON JOINT VENTURES. THE OTHER NINE COUNTRIES ARE EITHER TOO SMALL OR NOT WELL ENOUGH ORGANIZED INTERNALLY FOR BUSINESS AND TO CARRY THEIR SHARE OF THE LOAD IN A JOINT VENTURE. ALTHOUGH SPRDO HAS NO PROJECTIZED APPROACH NOR FUNDS AVAILABLE IN ITS BUDGET, DISCUSSIONS HAVE BEEN UNDERWAY FOR SOME MONTHS WITH THE GOVERNMENT OF FIJI WITH THE HOPE OF SPECIFIC JOINT VENTURE PROFILES WHICH WOULD THEN BE OFFERED TO AID/PRE FOR CONSIDERATION. UTILIZING EXPERTISE AND FUNDS FROM BOTH COMMONWEALTH AND UN SOURCES FIJI IS DEVELOPING PROFILES.

12. SOUTH PACIFIC ISLAND COUNTRIES HAVE IN THE MAIN DECLINED TO CONSIDER POPULATION GROWTH. ALTHOUGH THERE ARE SOME FAMILY PLANNING ACTIVITIES FROM FAMILY PLANNING INTERNATIONAL ASSISTANCE IN MANILA, OPERATING IN PAPUA NEW GUINEA AND SOLOMON ISLANDS AND BEING CONSIDERED FOR FIJI. IF THERE IS A MAJOR BREAKTHROUGH IT WILL BE SOME DISTANCE IN THE FUTURE. OTHER DONORS' FUNDS ARE SELDOM COMMITTED TO POPULATION ACTIVITIES, PROBABLY FOR THIS REASON.

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ACTION OFFICE ACDP-02
INFO AAAS-01 ASPT-02 PPCE-01 PPEM-01 POPR-01 PPR-02 IG-01
GC-01 GCAS-01 GCFL-01 AAST-01 STAG-02 STRD-02 FFP-03
IG11-02 OFF-01 PVC-02 RELO-01 TELE-01 MAST-01 ASSP-02
PRE-01 /034 AS 1202

INFO OCT-09 COPY-01 EB-08 EA-12 /056 W
-----204601 020359Z /62

O 010440Z JUN 82
FM AMEMBASSY SUVA
TO SECSTATE WASHDC IMMEDIATE 6160
INFO AMEMBASSY MANILA

UNCLAS SECTION 03 OF 05 SUVA 1964

AIDAC
TO SUPPORT INCREMENTAL FUNDING CONCEPT ON AN ANNUAL BASIS
IN THE SOUTH PACIFIC. INCREMENTAL FUNDING IS AN EXTREMELY
EFFECTIVE MANAGEMENT TOOL WHICH GREATLY ENHANCES
THE ABILITY OF A STAFF OF FOUR AID DIRECT HIRE TO MANAGE
A PLETHORA OF SMALL PROGRAMS SPREAD OVER EIGHT MILLION
SQUARE MILES OF THE PACIFIC OCEAN. WITH A FEW EXCEPTIONS, EACH
PVO SUBACTIVITY IS FUNDED ONE YEAR AT A TIME,
OCCASIONALLY FUNDING FOR A LONGER PERIOD THOSE PROJECTS
WITH GOOD TRACK RECORDS.

14. REF B ADDRESSES ISSUES RAISED DURING SMALL
PROGRAM STATEMENT REVIEW FOR SOUTH PACIFIC. FOLLOWING PARAGRAPHS
COMMENT ON THOSE ISSUES.

15. ISSUE ONE DEALS WITH APPROPRIATE FUNDING LEVELS FOR
SOUTH PACIFIC INCLUDING THE QUESTION OF INCREASED FUNDING
FOR THE PROGRAM TO BE DISCUSSED DURING ABS REVIEW.
SPROD HAS SINCE SUBMITTED REF C RESPONDING TO A REQUEST
FOR MORTGAGE ANALYSIS. IT IS HOPED THAT THAT MORTGAGE
INFORMATION PLUS POINTS MADE EARLIER IN THIS CABLE ESPECIALLY
IN PARAGRAPH FOUR WILL PROVIDE SUFFICIENT INFORMATION
TO JUDGE APPROPRIATE LEVELS FOR THE SOUTH PACIFIC. SPROD
WOULD LIKE TO BE ABLE TO SHOW SOME FORWARD MOTION INSTEAD
OF REMAINING IN HOLDING PATTERN. IT WOULD ALSO LIKE TO
ACCELERATE FUNDING OF THE SOUTH PACIFIC ISLAND AGRICULTURE
PROJECT. NEITHER OF THESE CAN BE DONE AT CURRENT PLANNING
LEVELS.

16. ISSUE TWO QUESTIONS WHETHER OR NOT ROLE OF PRIVATE
SECTOR CAN BE ENLARGED AT ACHIEVING SPROD STRATEGY OF
APPROPRIATE EDUCATION. WOULD LIKE TO NOTE THAT TO A
GROWING DEGREE THIS IS TAKING PLACE WITHIN PVO ACTIVITIES
NOT AT A NATIONAL LEVEL BUT AT A COMMUNITY LEVEL. SOME
EXAMPLES MAY ILLUSTRATE THE POINT. HELEN KELLER INTERNATIONAL
WORKING THROUGH INDIGENOUS ORGANIZATION FIJI
SCHOOL FOR THE BLIND IS TRAINING BLIND PEOPLE FOR JOBS
IN THE PRIVATE SECTOR. PRIVATE BUSINESSMEN INTERESTED
IN THIS INTRIGUING PROJECT ACTIVELY PARTICIPATE IN
SELECTION AND HIRING OF BLIND CANDIDATES AFTER THEY
HAVE DEVELOPED SUFFICIENT SKILLS IN SUCH ACTIVITIES AS
THE READING OF BRAILLE TO RECEIVE ON THE JOB TRAINING IN
THE PRIVATE SECTOR. A REMARKABLE EXAMPLE OF THIS ACTIVITY
IS A BLIND FIJIAN WHO IS NOW A TELEPHONE SWITCHBOARD
OPERATOR FOR ONE OF FIJI'S LARGER FIRMS. A TRAINING
PROJECT IN THE COOK ISLANDS BEING PROPOSED BY INTERNATIONAL
HUMAN ASSISTANCE PROGRAMS IS UNDER DEVELOPMENT. THIS
PROJECT WOULD INVOLVE PROSPECTIVE EMPLOYERS IN PASSING
JUDGEMENT ON APPLICANTS FOR TRAINING PRIOR TO THEIR
TRAINING SO THAT THE SUCCESSFUL CANDIDATE WILL HAVE A JOB
TO GO TO. THE YMCA IN WESTERN SAMOA IS TRAINING CARPENTERS
FOR THE BUILDING TRADE AND FOLLOWING THROUGH TO SEE THAT
THEY GET JOBS BY CAREFULLY COORDINATING THE TRAINING

WITH BUILDING CONTRACTORS. A TRAINING PROJECT ON THE
ISLAND OF NEW IRELAND IN PAPUA NEW GUINEA OPERATED
BY FOUNDATION FOR THE PEOPLES OF THE SOUTH PACIFIC IS
CLOSELY TIED WITH THE PRIVATE SECTOR WHICH IS SHORT OF
AUTO MECHANICS AND CARPENTERS. THE TRAINING FACILITY
NOT ONLY TRAINS STUDENTS BUT PROVIDES THEM WITH A KIT
OF TOOLS AND A LIST OF PROSPECTIVE EMPLOYERS.
FOLLOW UP SHOWS A HIGH PERCENTAGE OF THOSE TRAINED AT
THE SCHOOL ARE EMPLOYED IN THE PRIVATE SECTOR.

17. MUCH OF THE PRIVATE SECTOR IN THE SOUTH PACIFIC
IS REPRESENTED BY FARMERS AND FISHERMEN WHO ARE IN
THE MAIN AT THE SUBSISTENCE LEVEL. A GREAT DEAL OF
PVO ACTIVITY IS DESIGNED TO STIMULATE INCREASED
PRODUCTION AMONG THOSE FARMERS AND FISHERMEN WHO WANT
TO MOVE INTO THE CASH ECONOMY. THE QUESTION OF
MOTIVATION IS PARAMOUNT HERE IN THAT MANY ISLANDERS
ARE QUITE SATISFIED WITH THEIR SUBSISTENCE STYLE OF
LIVING. US PVOs ARE DEVELOPING THE ABILITY TO CONCENTRATE
THEIR EFFORTS ON THOSE WHO ARE READY TO MOVE INTO THE
CASH ECONOMY. AS A RESULT FARMERS UNDER THE YMCA
PROGRAM IN WESTERN SAMOA ARE DOUBLING AND TRIPILING
AGRICULTURAL CROPS DUE TO LOW LEVEL TECHNOLOGY TRANSFER
AND MOTIVATION. FISHERMEN IN WESTERN SAMOA, TONGA AND
SOLOMON ISLANDS ARE LIKEWISE MOVING INTO THE CASH

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ACTION OFFICE ASDP-02

INFO AAAS-01 ACPT-02 PPCE-01 PPEM-01 PDPR-01 PPPB-01 IG-01
GC-01 GCAS-01 GCFL-01 AAST-01 STAG-02 STRO-02 FFP-03
IG11-02 OFF-01 PVC-02 RELO-01 TELE-01 MAST-01 ASSP-02
PRE-01 /034 A5 1202

INFO OCT-00 COPY-01 EB-08 EA-12 /056 W
-----204713 020426Z /12

O 010440Z JUN 82
FM AMEMBASSY SUVA
TO SECSTATE WASHDC IMMEDIATE 6161
INFO AMEMBASSY MANILA

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ECONOMY DUE TO THE EFFORTS OF THE US PVO ACTIVITIES IN
COMMUNITY FISHING. THE JAPANESE AND AUSTRALIAN
GOVERNMENTS HAVE RECENTLY AGREED TO PROVIDE
DOLS 750,000 IN ORDER TO EXPAND A PILOT FISHING PROGRAM
IN SOLOMON ISLANDS WHICH HAS BEEN OPERATED FOR THE PAST
THREE YEARS BY JOINT EFFORTS OF THE AMERICAN PVO FSP
AND THE PEACE CORPS.

18. OTHER THAN AN OCCASIONALLY APPRENTICESHIP PRIVATE
BUSINESS IN THE SOUTH PACIFIC DOES NOT PROVIDE TRAINING
OPPORTUNITIES FOR ISLANDERS. THERE ARE A NUMBER OF
INSTITUTIONS SUCH AS THE FIJI INSTITUTE OF TECHNOLOGY
WHICH ARE PRIMARILY GOVERNMENT SPONSORED BUT PROVIDES
TRAINING FOR EMPLOYEES OF PRIVATE BUSINESSES.
THERE ARE SIMILAR TRAINING INSTITUTIONS IN THE SOUTH
PACIFIC WHOSE GRADUATES ARE POINTED INTO THE PRIVATE
SECTOR.

19. APPROPRIATE TECHNOLOGY INTERNATIONAL WHICH HAS BEEN
EXPERIMENTING WITH SMALLER BUSINESS ENTERPRISES IN THE
SOUTH PACIFIC FOR SEVERAL YEARS IN HAVING MIXED RESULTS.
ITS PROGRAM IN FIJI HAS NOW CLOSED DOWN AND ANOTHER IN
VANUATU IS EXPERIENCING VARIOUS ORGANIZATIONAL AND PERHAPS
CAPITALIZATION PROBLEMS. SPRDO BELIEVES THAT AS EVALUATIONS
BECOME MORE POINTED ON EXISTING PVO GRANTS IN THE SOUTH
PACIFIC THERE WILL EMERGE A PATTERN OF NUMEROUS SMALL
BUSINESS ENTERPRISES WHICH WILL BE ONE OF THE STRONG POINTS
OF CURRENT PROGRAM. A SOLOMON ISLANDERS WITH ASSISTANCE
FROM AN AMERICAN PVO HAS SET UP A PROFITABLE FIBERGLASS
INDUSTRY IN HONIARA WHICH PRODUCES ICEBOXES FOR FISHERMEN
AND SMALL FIBERGLASS FISHING CRAFT. THERE ARE NUMEROUS
OTHER MICRO ENTERPRISES DEVELOPING UNDER THE PVO CO-
FINANCING PROJECT.

20. SPRDO HAS BEEN IN CONTACT WITH INTERNATIONAL EXECUTIVE
SERVICE CORPS OVER THE LAST TWO YEARS AND ENCOURAGED
IT TO INVESTIGATE POSSIBILITIES FOR ITS VOLUNTEERS IN THE
COOK ISLANDS. THE VOLUNTEER DEVELOPMENT CORPS HAS ALREADY
PROVEN A USEFUL TOOL IN THE SOUTH PACIFIC PARTICULARLY IN
FIJI AND TONGA. SPRDO HAS OPERATED AS A SORT OF ADVANCED
AGENT FOR VDC PASSING OUT BROCHURES ON A PERSON TO PERSON
BASIS. VDC HAS PROVIDED EXPERT ADVICE TO A DAIRY COOPERATIVE
IN FIJI AS WELL AS ADVISORS TO OTHER COOPERATIVE
MOVEMENTS IN THE COUNTRY. IT WAS VDC WHICH PROVIDED A
VOLUNTEER TO ASSESS THE VIABILITY OF THE TONGA COOPERATIVE
FEDERATION IN 1981. THIS ASSESSMENT RESULTED IN AN AID
GRANT TO AGRICULTURAL COOPERATIVE DEVELOPMENT INTERNATIONAL
WHICH IS NOW ASSISTING THE NATIONAL COOP FEDERATION TO BUILD
A STRONGER UNION OF COOPS IN TONGA. ALTHOUGH THE PROGRAM
IS SMALL BY AID STANDARDS, IT HAS THE POTENTIAL OF PROVIDING
A MASSIVE IMPACT IN THIS COUNTRY OF 100,000 PEOPLE. ON THE
PRODUCTION AND MARKETING OF VANILLA AND FISH.

21. REF B ALSO RAISES A ENVIRONMENTAL CONCERN IN PARA
THREE REGARDING SUPPORT FOR UNEP SOUTH PACIFIC REGIONAL
ENVIRONMENTAL PROGRAM. SPRDO SOUGHT CENTRAL FUNDING IN
FEBRUARY FOR THE UNEP PROJECT BUT WAS ADVISED THAT NO
CENTRAL FUNDS WERE AVAILABLE AT THAT TIME. THE REGIONAL
PROGRAM WILL BE DISCUSSED AGAIN AT A MEETING OF THE
SOUTH PACIFIC COMMISSION PLANNING AND EVALUATION
COMMITTEE IN MID JUNE. SPRDO WILL BE FOLLOWING UP ON
AND REPORTING RESULTS OF THIS MEETING.

22. FOLLOWING IS TABLE 1 OF SOUTH PACIFIC FY 1984
ABS:

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600: 302: 200: 207: BLANK: 325: BLANK: 9/83: 200: 200: 200

ACTION OFFICE ASDP-02
INFO AAAS-01 ASPT-02 PPCE-01 PPER-01 POPR-01 PPR-01 16-01
GC-01 GCAS-01 GCFL-01 STAG-02 STRO-02 FFP-03 1611-02
DFP-01 PVC-02 RELO-01 TELE-01 MAST-01 ASSP-02 PRE-01
ASST-01 /034 AS 1202

INFO OCT-00 COPY-01 EB-00 EA-12 /056 V
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O 010440Z JUN 82
FM AMEMBASSY SUVA
TO SECSTATE WASHDC IMMEDIATE 6162
INFO AMEMBASSY MANILA

UNCLAS SECTION 05 OF 05 SUVA 1964

A. TABLE I - LONG RANGE PLAN/NARRATIVE:

CATEGORIES	FY82	FY83	FY84	FY85	FY86	FY87
AGRICULTURE, RURAL DEVELOPMENT AND NUTRITION						
G-879-0001	1250	1100	1400	1427	1634	1870
G-879-0267	600	700	900	1000	900	800
G-879-0002	100	100	100	100	100	100
ACCOUNT TOTAL (GRANT)	1950	1900	2400	2527	2634	2770
HEALTH						
G-879-0269	200			200	200	200
G-879-0001	185	220	155	173	194	200
ACCOUNT TOTAL (GRANT)	385	220	155	373	494	400
EDUCATION AND HUMAN RESOURCES						
G-879-0001	1715	2500	2745	2800	3172	3630
G-879-0274	100	100	100	100	100	100
G-879-0254	100					
ACCOUNT TOTAL (GRANT)	1915	2600	2845	3000	3272	3730
SELECTED DEVELOPMENT ACTIVITY						
G-879-0256	200	300	300	300	300	300
ACCOUNT TOTAL (GRANT)	200	300	300	300	300	300
TOTAL FOR COUNTRY (GRANT)	4450	5100	5700	6200	6600	7200

B. TABLE IV PROJECT BUDGET DATA, COUNTRY/OFFICE: 879/SOUTH PACIFIC REGIONAL (COLUMN 2 LETTER G THROUGH: COLUMN 17 BLANK).

(1) PROJECT TITLE: AGRICULTURE, RURAL DEVELOPMENT AND NUTRITION - 879-0001 PVO CO-FINANCING: OBLIGATION DATE INITIAL: 1982: FINAL - BLANK: LOP COSTS - AUTH: BLANK: PLAN - 6811: CUM PIPELINE: BLANK: FY 1982: OBL - 1250: EXP - 293: FY 1983: OBL - 1100: EXP 1485: FY OBLIGATIONS: 1984 AAPL - 1400: FUNDED TO MO/YR: BLANK: 1985 - 1427: 1986-1634: 1987 - 1870.

(2) 879-0002 TUNA/BILFISH ASSESSMENT: 1981: 1984: 200: 100: 100: 100: 150: 100: 100: 100: 100: 9/83: 100: 100: 100.

(3) 879-0251 PVT/VOL ORGANIZATIONS: 1978: 1981: 2730: BLANK 771: BLANK: 1000: BLANK: 967: BLANK: 9/81: BLANK: BLANK: BLANK.

(4) 879-0267 SOUTH PACIFIC ISLAND AGR: 1980: 1987: 5640: 5640: 483: 600: 535: 700: 541: 900: BLANK: 1000: 900: 800. APPROPRIATION TOTAL (GRANT): 8570: 12551: 954: 1950: 1970: 1900: 3093: 2400: BLANK: 2527: 2634: 2770.

(5) HEALTH: 879-0269 RURAL WATER SUPPLY: 1980: 1983: 600:

(6) 879-0001 PVO CO-FINANCING: 1982: 1987: BLANK 927: BLANK: 183: 125: 220: 175: 155: BLANK: 173: 194: 200. APPROPRIATION TOTAL (GRANT): 600: 785: 392: 345: 392: 220: 500: 155: BLANK: 373: 394: 400.
(7) EDUCATION AND HUMAN RESOURCES: 879-0001 PVO CO-FINANCING: 1982: BLANK: BLANK: 13297: BLANK: 1715: 515: 2500: 1200: 2745: BLANK: 2900: 3172: 3630.

(8) 879-0251 PVT/VOL ORGANIZATIONS: 1979: 1981: 4520: BLANK: 2083: BLANK: 620: BLANK: 945: BLANK: 9/81: REST BLANK.

(9) 879-0254 COMVL SATELLITE: 1978: 1982: 805: 905: 30: 100: 30: BLANK: 100: REST BLANK.

(10) 879-0256 ACCELERATED IMPACT PROGRAM: 1979: 1979: 50: 50: 10: BLANK: 10: REST BLANK.

(11) 879-0274 WOMEN IN DEVELOPMENT: 1982: 1987: BLANK: 300: 71: 6: 100: 75: 100: 90: 100: BLANK: 100: 100: 100. APPROPRIATION TOTAL (GRANT): 5392, 14561: 3023: 1915: 1250: 2600: 2335: 2845: BLANK: 3000: 3272: 3730.

(12) SELECTED DEVELOPMENT PROJECTS: 879-0256 ACCELERATED IMPACT PROGRAM: 1979: 1986: 825: 2750: 92: 200: 106: 300: 217: 300: BLANK: 300: 300: 300. APPROPRIATION TOTAL (GRANT) READS SAME. PROGRAM TOTAL (GRANT): BLANK: BLANK: 15395: 30,907, 4461: 4430: 3006: 5100: 5145: 5700: BLANK: 6200 6600: 7200.

23. THERE ARE NO NEW PROJECT NARRATIVES FOR THIS ADS.

24. TABLE V IS PRESENTED ONLY IN NARRATIVES FORM RATHER THAN TABLE FORM SINCE SPROD IS NOT PROPOSING ANY NEW PROJECTS AND BELIEVES THAT BEST APPROACH TO DECREASING OR INCREASING PLANNING LEVELS IS ON AN ACROSS THE BOARD PERCENTAGE BASIS. BELIEVE BEST POSSIBLE BALANCE HAS BEEN ACHIEVED IN PLANNING FIGURES SHOWN IN TABLE 1. IF PLANNING FIGURES ARE TO BE LOWERED PROPOSE THAT EACH PROJECT BE LOWERED BY SAME PERCENTAGE IN ORDER TO PRODUCE DESIRED TOTAL FOR COUNTRY. SAME APPLIES TO ANY INCREASE WHICH MAY BE CONTEMPLATED IN PLANNING PEVELS. ALL PROJECTS ARE ONGOING AND ARE GRANTS.

25. OPERATING EXPENSE AND WORKFORCE SUMMARY FOR TABLE VII WAS PROVIDED IN MANILA 12095. SURDER

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