

UNCLASSIFIED

# Annual Budget Submission

FY 1988

NEPAL



June 1986

**Agency for International Development  
Washington, D.C.**

BEST AVAILABLE

UNCLASSIFIED

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*No B4*

AID/NEPAL

FY 1988 ANNUAL BUDGET SUBMISSION

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FY 1988 ANNUAL BUDGET SUBMISSION  
TABLE I - LONG RANGE PLAN BY APPROPRIATION ACCOUNT (\$000)

367 - NEPAL

	FY 1985	FY 1986	---FY 1987---		FY 1988	-----PLANNING PERIOD-----			
	ACTUAL	ESTIMATE	CP	ESTIMATE	AAPL	1989	1990	1991	1992
<b>AGRICULTURE, RURAL DEVELOPMENT AND NUTRITION</b>									
TOTAL	12,329	9,251	10,219	10,219	9,850	9,000	9,000	10,000	8,950
GRANTS	12,329	9,251	10,219	10,219	9,850	9,000	9,000	10,000	8,950
LOANS	---	---	---	---	---	---	---	---	---
<b>POPULATION PLANNING</b>									
TOTAL	2,600	2,100	1,229	1,229	1,500	2,000	2,000	2,000	1,500
GRANTS	2,600	2,100	1,229	1,229	1,500	2,000	2,000	2,000	1,500
LOANS	---	---	---	---	---	---	---	---	---
(CENT PROC COMMOD)				(425)	(---				
<b>HEALTH</b>									
TOTAL	2,600	1,825	1,699	1,699	2,300	2,000	2,000	2,000	3,000
GRANTS	2,600	1,825	1,699	1,699	2,300	2,000	2,000	2,000	3,000
LOANS	---	---	---	---	---	---	---	---	---
<b>EDUCATION AND HUMAN RESOURCES</b>									
TOTAL	1,493	744	1,253	1,253	1,350	2,000	2,000	1,000	1,550
GRANTS	1,493	744	1,253	1,253	1,350	2,000	2,000	1,000	1,550
LOANS	---	---	---	---	---	---	---	---	---
<b>SELECTED DEVELOPMENT ACTIVITIES</b>									
TOTAL	106	574	---	---	---	---	---	---	---
GRANTS	106	574	---	---	---	---	---	---	---
LOANS	---	---	---	---	---	---	---	---	---
<b>SUBTOTAL FUNCTIONAL ACCOUNTS</b>									
TOTAL	19,128	14,494	14,400	14,400	15,000	15,000	15,000	15,000	15,000
GRANTS	19,128	14,494	14,400	14,400	15,000	15,000	15,000	15,000	15,000
LOANS	---	---	---	---	---	---	---	---	---
<b>TOTAL DA ACCOUNT</b>									
TOTAL	19,128	14,494	14,400	14,400	15,000	15,000	15,000	15,000	15,000
GRANTS	19,128	14,494	14,400	14,400	15,000	15,000	15,000	15,000	15,000
LOANS	---	---	---	---	---	---	---	---	---
<b>TOTAL PERSONNEL</b>									
USDH WORKYEARS		20.0		20.2	19.0				
FNDH WORKYEARS		41.0		40.0	40.0				

FY 1988 ANNUAL BUDGET SUBMISSION  
TABLE IV - PROJECT BUDGET DATA

PROJECT NUMBER AND TITLE	OBLIG DATE	INIT	FINAL	-TOTAL COST-AUTH	PLAN	FY 85	PIPE-LINE	ESTIMATED U.S. DOLLAR COST (\$000)		OBLIG-ATIONS	EXPEND-ITURES	FY 1987	OBLIG-ATIONS	EXPEND-ITURES	FY 1988	
								OBLIG-ATIONS	EXPEND-ITURES							
<u>AGRICULTURE, RURAL DEV. AND NUTRITION</u>																
0102 Institute of Ag. & Animal Science	G	74	82	5,501	5,484	5,484	(64)a/	-	1	-	-	-	-	-	-	-
0118 Seed Production & Input Storage	G	78	78	4,031	4,031	4,031	(85)a/	-	-	-	-	-	-	-	-	-
0129 Rural Area Development - Rapti Zone	G	80	87	26,700	24,000	20,199	4,786	2,700	3,100	1,101	1,101	4,100	1,101	4,100	-	-
0132 Resource Conservation and Utilization	G	80	87	27,498	27,597	22,588	1,521	3,000 b/	2,806	1,910	1,910	1,200	1,910	1,200	-	-
0134 Agriculture Resource Inventory	G	80	80	2,400	2,400	2,400	(9)a/	-	-	-	-	-	-	-	-	-
0144 PVO Co-Financing	G	81	88	1,725	1,719	1,419	283	-	140	300	-	110	300	110	300	300
0148 Institute of Ag. & Animal Science II	G	85	88	4,100	4,100	1,010	1,010	1,000	590	2,090	1,045	830	1,045	830	1,045	1,045
0149 Agricultural Research and Production	G	85	89*	10,000	10,000	1,200	1,200	1,901	1,300	6,899	2,750	1,950	2,750	1,950	2,600	2,600
0152 Development Training	G	85	90	750	750	750	750	-	100	-	-	300	-	300	-	-
0153 Irrigation Management	G	85	90	9,000	9,000	1,500	1,500	650	400	6,850	500	1,282	500	1,282	2,000	2,000
0154 Institute of Renewable Natural Resources	G	87	92*	-	9,800	-	-	-	-	9,800	1,000	500	1,000	500	1,200	1,200

FY 1988 ANNUAL BUDGET SUBMISSION  
TABLE IV - PROJECT BUDGET DATA

367 - NEPAL

PROJECT NUMBER AND TITLE	G	OBLIG DATE	INIT	FINAL	-TOTAL COST- AUTH PLAN	OBLIG THRU FY 85	PIPE LINE	ESTIMATED U.S. DOLLAR COST (\$000)					
								FY 85	1986	1987	1988		
								OBLIG- ATIONS	EXPEND- ITURES	OBLIG- ATIONS	EXPEND- ITURES	OBLIG- ATIONS	EXPEND- ITURES
0155 Rapti Development	G	87	94		- 20,000	-	-	-	20,000	1,913	650	1,455	
0158 Hill Forestry Development	G	88	93		- 10,000	-	-	-	10,000	-	-	1,250	
APPROPRIATION TOTAL:													
					91,705	128,881	11,208	9,251	8,437	58,950	10,219	10,922	9,850
GRANTS:													
					91,705	128,881	11,208	9,251	8,437	58,950	10,219	10,922	9,850
LOANS:													
POPULATION													
0130 Population Policy Development	G	79	79		2,000	2,000	174	-	120 e/	-	-	-	-
0135 Integrated Rural Health/F.P. Services c/	G	80	87		16,200	16,200	3,979	2,100	1,896	1,029	1,029	2,711	-
0144 PVO Co-Financing	G	81	88		1,250	799	36	-	26	200	200	68	-
0152 Development Training	G	86	86		-	54	-	(54)d/	-	-	-	54	-
0157 Child Survival/F.P. Services	G	88	93		-	10,000	-	-	-	10,000	-	1,500	-
APPROPRIATION TOTAL:													
					19,450	29,053	4,189	2,100	2,042	11,229	1,229	2,833	1,500
GRANTS:													
					19,450	29,053	4,189	2,100	2,042	11,229	1,229	2,833	1,500
LOANS:													
HEALTH													
0135 Integrated Rural Health/F.P. Services	G	80	87		19,000	19,000	5,364	1,650	3,045	1,699	1,699	2,460	-
0144 PVO Co-Financing	G	81	88		1,025	1,018	148	175	206	300	-	117	300

FY 1988 ANNUAL BUDGET SUBMISSION  
TABLE IV - PROJECT BUDGET DATA

67 - NEPAL

PROJECT NUMBER AND TITLE	G	L	OBLIG DATE	INIT	FINAL	-TOTAL COST-AUTH	PLAN	FY 85	ESTIMATED U.S. DOLLAR COST (\$000)		FY 1987				
									OBLIG THRU	PIPE-LINE		OBLIG-ATIONS	EXPEND-ITURES	OBLIG-ATIONS	EXPEND-ITURES
1157 Child Survival/F.P. Services	G		88	93		-	15,000	-	-	15,000	-	2,000			
APPROPRIATION TOTAL:						20,025	35,018	16,194	5,512	1,825	3,251	16,999	1,699	2,577	2,300
GRANTS:						20,025	35,018	16,194	5,512	1,825	3,251	16,999	1,699	2,577	2,300
LOANS:						-	-	-	-	-	-	-	-	-	-
<u>EDUCATION AND HUMAN RESOURCES</u>															
1146 Radio Education Teacher Training II	G		84	87*		2,120	2,120	1,619	1,498	374	631	127	127	405	-
0151 Girl's Access To Education	G		85	88*		1,550	1,550	574	574	-	75	976	626	322	350
1152 Development Training	G		85	90		5,550	5,550	250	250	370	100	4,930	500	475	1,000
APPROPRIATION TOTAL:						9,220	9,220	2,443	2,322	744	806	6,033	1,253	1,202	1,350
GRANTS:						9,220	9,220	2,443	2,322	744	806	6,033	1,253	1,202	1,350
LOANS:						-	-	-	-	-	-	-	-	-	-
<u>SELECTED DEVELOPMENT ACTIVITIES</u>															
0150 Strengthening the Legal System of Nepal	G		83	86		630	630	536	366	94	153	-	-	225	-
0156 Forestry Initiative f/	G		86	f/		-	480	-	-	480	-	-	-	-	-
APPROPRIATION TOTAL:						630	1,110	536	366	574	153	-	-	225	-
GRANTS:						630	1,110	536	366	574	153	-	-	225	-
LOANS:						-	-	-	-	-	-	-	-	-	-
COUNTRY TOTAL:						141,030	203,282	95,424	23,597	14,494	14,689	93,211	14,400	17,759	15,000
GRANTS:						141,030	203,282	95,424	23,597	14,494	14,689	93,211	14,400	17,759	15,000
LOANS:						-	-	-	-	-	-	-	-	-	-

a/ Deobligations.  
b/ Does not include 99,000 reobligation.  
c/ Includes central procurement of contraceptives.  
d/ Reobligation.  
e/ Does not include 54,000 deobligation.  
f/ Project is in design phase. Final figures to be determined.  
\* Changed from FY 1987 Congressional Presentation.

AID PROGRAM IN FY 1988  
ANNUAL BUDGET SUBMISSION  
TABLE V - PROPOSED PROGRAM RANKING

DECISION UNIT 367 NEPAL

<u>RANK</u>	<u>PROJECT</u>	<u>TITLE</u>	<u>NEW/ CONT</u>	<u>L/G</u>	<u>PROGRAM FUNDING</u> <u>(\$000)</u>		
					<u>APPROP.</u>	<u>INCR.</u>	<u>CUM.</u>
1	0154	Institute of Renewable Natural Resources	0	G	ARDN	1,200	1,200
2	0153	Irrigation Management	0	G	ARDN	2,000	3,200
3	0155	Rapti Development	0	G	ARDN	1,455	4,655
4	0152	Development Training	0	G	EHR	1,000	5,655
5	0158	Hill Forestry Development	N	G	ARDN	1,250	6,905
6	0157	Child Survival and Family Planning Services	N	G	HE	2,000	8,905
7	0149	Agricultural Research and Production	0	G	ARDN	2,600	11,505
8	0144	PVO Co-Financing	0	G	ARDN	300	11,805
9	0144	PVO Co-Financing	0	G	HE	300	12,105
10	0148	Institute of Agriculture & Animal Science II	0	G	ARDN	1,045	13,150
11	0157	Child Survival and Family Planning Services	N	G	POP	1,500	14,650
12	0151	Girls' Access to Education	0	G	EHR	350	15,000
TOTAL						15,000	

TABLE VIII - FY 1986  
Operating Expense Summary

EXPENSE CATEGORY	FUNC. CODE	OBJECT CLASS	DOLLARS	TRUST FUNDS	TOTAL	UNITS
U.S. DIRECT HIRE	U100		1,578.5		1,578.5	
U.S. CITIZENS BASIC PAY	U101	110	984.6		984.6	18.8
PT/TEMP U.S. BASIC PAY	U102	112	19.0		19.0	1.0
DIFFERENTIAL PAY	U103	116	183.8		183.8	
OTHER AID/W FUNDED CODE 11	U104	119	0.0		0.0	
OTHER MISSION FUNDED CODE 11	U105	119	0.0		0.0	
EDUCATION ALLOWANCES	U106	126	43.4		43.4	11.0
RETIREMENT - U.S. DIRECT HIRE	U107	120	70.2		70.2	
LIVING ALLOWANCES	U108	128	0.0		0.0	
OTHER AID/W FUNDED CODE 12	U109	129	26.5		26.5	
OTHER MISSION FUNDED CODE 12	U110	129	2.7		2.7	
POST ASSIGNMENT - TRAVEL	U111	212	18.5		18.5	2.0
POST ASSIGNMENT - FREIGHT	U112	22	74.0		74.0	2.0
HOME LEAVE - TRAVEL	U113	212	35.5		35.5	8.0
HOME LEAVE - FREIGHT	U114	22	32.2		32.2	8.0
EDUCATION TRAVEL	U115	215	10.2		10.2	6.0
R AND R TRAVEL	U116	215	52.9		52.9	10.0
OTHER CODE 215 TRAVEL	U117	215	25.0		25.0	18.0
FOREIGN NATIONAL DIRECT HIRE	U200		106.0		106.0	
BASIC PAY	U201	114	66.8		66.8	41.0
OVERTIME, HOLIDAY PAY	U202	115	5.0		5.0	1.8
ALL OTHER CODE 11 - FN	U203	119	2.2		2.2	
ALL OTHER CODE 12 - FN	U204	129	28.0		28.0	
BENEFITS FORMER FN PERSONNEL	U205	13	4.0		4.0	
CONTRACT PERSONNEL	U300		407.2		407.2	
PASA TECHNICIANS	U301	258	0.0			
U.S. PSC - SALARY/BENEFITS	U302	113	66.0		66.0	3.0
F.N. PSC - SALARY/BENEFITS	U304	113	128.0		128.0	55.0
MANPOWER CONTRACTS	U306	259	213.2		213.2	79.0
HOUSING	U400		288.3		288.3	
RESIDENTIAL RENT	U401	235	98.0		98.0	22.0
RESIDENTIAL UTILITIES	U402	235	38.0		38.0	
MAINTENANCE AND RENOVATION	U403	259	22.0		22.0	
RESIDENTIAL FURNITURE/EQUIP.	U405	311	36.7		36.7	
TRANS./FREIGHT - CODE 311	U406	22	21.2		21.2	
SECURITY GUARD SERVICES	U407	259	71.0		71.0	
OFFICIAL RESIDENCE ALLOWANCES	U408	254	0.0			
REPRESENTATION ALLOWANCES	U409	252	1.4		1.4	

TABLE VIII - FY 1986  
Operating Expense Summary

EXPENSE CATEGORY	FUNC. CODE	OBJECT CLASS	DOLLARS	TRUST FUNDS	TOTAL	UNITS
OFFICE OPERATIONS	U500		993.1	5.0	998.1	
OFFICE RENT	U501	234	1.0		1.0	
OFFICE UTILITIES	U502	234	23.0		23.0	
BUILDING MAINT./RENOVATION	U503	259	22.0		22.0	
OFFICE FURNITURE/EQUIPMENT	U504	310	71.4		71.4	
VEHICLES	U505	312	34.0		34.0	
OTHER EQUIPMENT	U506	319	80.0		80.0	
TRANSPORTATION/FREIGHT	U507	22	83.8		83.8	
FURN/EQUIP/VEHICLE REPAIR/MAINT.	U508	259	62.4		62.4	
COMMUNICATIONS	U509	230	6.0		6.0	
SECURITY GUARD SERVICES	U510	259	71.0		71.0	
PRINTING	U511	24	3.0		3.0	
SITE VISITS - RIG PERSONNEL	U512	210	0.0		0.0	
SITE VISITS-MISSION PERSONNEL	U513	210	58.0		58.0	250
SITE VISITS-AID/W PERSONNEL	U514	210	7.0		7.0	4
INFORMATION MEETINGS	U515	210	5.0		5.0	4
TRAINING ATTENDANCE	U516	210	31.0		31.0	12
CONFERENCE ATTENDANCE	U517	210	14.0		14.0	11
OTHER OPERATIONAL TRAVEL	U518	210	30.0		30.0	18
SUPPLIES AND MATERIALS	U519	26	326.3	5.0	331.3	
FAAS	U520	257	0.0		0.0	
ALL OTHER CODE 25	U524	259	64.2		64.2	
TOTAL O.E. BUDGET			3,373.1	5.0	3,378.1	
RECONCILIATION			1,284.1	0.0	1,284.1	
OPERATING BUDGET REQUIREMENTS			2,089.0	5.0	2,094.0	
636C REQUIREMENTS	U600	32	0.0	0.0	0.0	
TOTAL ALLOWANCE REQUIREMENTS			2,089.0	5.0	2,094.0	
LOCAL COST SUPPORT COST DATA						
F.N. PSC - SALARY/BENEFITS	U304	113	128.0		128.0	
ALL OTHER F.N. PSC COSTS	U305	255	0.0		0.0	
MANPOWER CONTRACTS	U306	259	213.2		213.2	
SITE VISITS - RIG PERSONNEL	U512	210	0.0		0.0	
SITE VISITS-MISSION PERSONNEL	U513	210	58.0		58.0	
DOLLARS REQUIRED FOR LOCAL CURRENCY EXPENSES					1,174.4	
EXCHANGE RATE USED (MARCH 31, 1986)					20.90	

NOTE: Of \$341.2 estimate for Function Codes 304, 306 Dols.228.6 charged to PD & S Funds.

TABLE VIII FY 1967  
Operating Expense Summary

EXPENSE CATEGORY	FUNC. CODE	OBJECT CLASS	DOLLARS	TRUST FUNDS	TOTAL	UNITS
U.S. DIRECT HIRE	U 00		1,856.1		1,856.1	
U.S. CITIZENS BASIC PAY	U101	110	1,072.6		1,072.6	20.2
PT/TEMP U.S. BASIC PAY	U102	112	36.4		36.4	2.0
DIFFERENTIAL PAY	U103	116	206.9		206.9	
OTHER AID/W FUNDED CODE 11	U104	117	0.0		0.0	
OTHER MISSION FUNDED CODE 11	U105	119	0.0		0.0	
EDUCATION ALLOWANCES	U106	126	32.3		32.3	9.0
RETIREMENT - U.S. DIRECT HIRE	U107	120	77.6		77.6	
LIVING ALLOWANCES	U108	128	0.0		0.0	
OTHER AID/W FUNDED CODE 12	U109	129	45.0		45.0	
OTHER MISSION FUNDED CODE 12	U110	129	6.9		6.9	
POST ASSIGNMENT - TRAVEL	U111	212	37.3		37.3	9.0
POST ASSIGNMENT - FREIGHT	U112	22	177.1		177.1	9.0
HOME LEAVE - TRAVEL	U113	212	57.0		57.0	14.0
HOME LEAVE - FREIGHT	U114	22	52.5		52.5	14.0
EDUCATION TRAVEL	U115	215	2.8		2.8	1.0
R AND R TRAVEL	U116	215	26.7		26.7	12.0
OTHER CODE 215 TRAVEL	U117	215	25.0		25.0	18.0
FOREIGN NATIONAL DIRECT HIRE	U 00		122.6		122.6	
BASIC PAY	U101	114	76.5		76.5	40.0
OVERTIME, HOLIDAY PAY	U102	115	6.0		6.0	2.0
ALL OTHER CODE 11 - FN	U103	119	3.0		3.0	
ALL OTHER CODE 12 - FN	U104	129	37.1		37.1	
BENEFITS FORMER FN PERSONNEL	U105	13	0.0		0.0	
CONTRACT PERSONNEL	U300		343.6		343.6	
PASA TECHNICIANS	U101	258	0.0			
U.S. PSC - SALARY/BENEFITS	U102	113	64.0		64.0	3.0
F.N. PSC - SALARY/BENEFITS	U104	113	115.6		115.6	55.0
MANPOWER CONTRACTS	U106	257	164.0		164.0	79.0
HOUSING	U400		340.6		340.6	
RESIDENTIAL RENT	U401	205	111.2		111.2	22.0
RESIDENTIAL UTILITIES	U402	235	44.0		44.0	
MAINTENANCE AND RENOVATION	U403	257	13.0		13.0	
RESIDENTIAL FURNITURE/EQUIP.	U405	311	61.0		61.0	
TRANS./FREIGHT - CODE 311	U406	22	38.0		38.0	
SECURITY GUARD SERVICES	U407	254	72.0		72.0	
OFFICIAL RESIDENCE ALLOWANCES	U408	254	0.0			
REPRESENTATION ALLOWANCES	U409	252	1.4		1.4	

TABLE VIII - FY 1987  
Operating Expense Summary

EXPENSE CATEGORY	FUNC. CODE	OBJECT CLASS	DOLLARS	TRUST FUNDS	TOTAL	UNITS
OFFICE OPERATIONS	U500		1,029.6	8.0	1,037.6	
OFFICE RENT	U501	234	301.5		301.5	
OFFICE UTILITIES	U502	234	28.0		28.0	
BUILDING MAINT./RENOVATION	U503	259	13.0		13.0	
OFFICE FURNITURE/EQUIPMENT	U504	310	18.0		18.0	
VEHICLES	U505	312	43.0		43.0	
OTHER EQUIPMENT	U506	319	62.0		62.0	
TRANSPORTATION/FREIGHT	U507	22	66.0		66.0	
FURN/EQUIP/VEHICLE REPAIR/MAINT.	U508	259	36.8		36.8	
COMMUNICATIONS	U509	230	7.0		7.0	
SECURITY GUARD SERVICES	U510	259	73.0		73.0	
PRINTING	U511	24	3.0		3.0	
SITE VISITS-MISSION PERSONNEL	U512	210	49.0		49.0	250
SITE VISITS-AID/W PERSONNEL	U513	210	7.0		7.0	4
INFORMATION MEETINGS	U514	210	5.0		5.0	4
TRAINING ATTENDANCE	U515	210	35.0		35.0	12
CONFERENCE ATTENDANCE	U517	210	17.0		17.0	11
OTHER OPERATIONAL TRAVEL	U518	210	32.0		32.0	18
SUPPLIES AND MATERIALS	U519	26	170.9	8.0	178.9	
FAAS	U520	257	0.0		0.0	
ALL OTHER CODE 25	U524	259	62.4		62.4	

TOTAL O.E. BUDGET			3,692.5	8.0	3,700.5	
RECONCILIATION			1,438.5	0.0	1,438.5	
OPERATING BUDGET REQUIREMENTS			2,254.0	8.0	2,262.0	
636C REQUIREMENTS	U600		0.0	0.0	0.0	
TOTAL ALLOWANCE REQUIREMENTS			2,254.0	8.0	2,262.0	

DOLLARS REQUIRED FOR LOCAL CURRENCY EXPENSES	1,313.9
EXCHANGE RATE USED (MARCH 31, 1986)	20.90

Estimated Wage Increase - FY 1986 to FY 1987	15.00%
Estimated Price Increase - FY 1986 to FY 1987	15.00%

TABLE VI.1 - FY 1988  
Operating Expense Summary

EXPENSE CATEGORY	FUNDC. CODE	OBJECT CLASS	DOLLARS	TRUST FUNDS	TOTAL	UNITS
U.S. DIRECT HIRE	U 000		1,664.8		1,664.8	
U.S. CITIZENS BASIC PAY	U 001	110	967.2		967.2	18.0
PT/TEMP U.S. BASIC PAY	U 002	112	36.4		36.4	2.0
DIFFERENTIAL PAY	U 003	116	174.6		174.6	
OTHER AID/W FUNDED CODE 11	U 004	119	0.0		0.0	
OTHER MISSION FUNDED CODE 11	U 005	119	0.0		0.0	
EDUCATION ALLOWANCES	U 006	126	40.3		40.3	10.0
RETIREMENT - U.S. DIRECT HIRE	U 007	120	70.3		70.3	
LIVING ALLOWANCES	U 008	128	0.0		0.0	
OTHER AID/W FUNDED CODE 12	U 009	129	40.3		40.3	
OTHER MISSION FUNDED CODE 12	U 010	129	9.2		9.2	
POST ASSIGNMENT - TRAVEL	U 011	212	46.2		46.2	7.0
POST ASSIGNMENT - FREIGHT	U 012	22	155.0		155.0	7.0
HOME LEAVE - TRAVEL	U 013	212	29.3		29.3	4.0
HOME LEAVE - FREIGHT	U 014	22	28.2		28.2	4.0
EDUCATION TRAVEL	U 015	215	0.0		0.0	0.0
R AND R TRAVEL	U 016	215	37.8		37.8	7.0
OTHER CODE 215 TRAVEL	U 017	215	30.0		30.0	18.0
FOREIGN NATIONAL DIRECT HIRE	U 200		138.1		138.1	
BASIC PAY	U 201	114	88.0		88.0	40.0
OVERTIME, HOLIDAY PAY	U 202	115	6.0		6.0	2.0
ALL OTHER CODE 11 - FN	U 203	119	3.0		3.0	
ALL OTHER CODE 12 - FN	U 204	129	41.1		41.1	
BENEFITS FORMER FN PERSONNEL	U 205	13	0.0		0.0	
CONTRACT PERSONNEL	U 300		385.0		385.0	
PASA TECHNICIANS	U 301	258	0.0		0.0	
U.S. PSC - SALARY/BENEFITS	U 302	113	64.0		64.0	3.0
F.N. PSC - SALARY/BENEFITS	U 304	113	133.0		133.0	55.0
MANPOWER CONTRACTS	U 306	259	188.0		188.0	79.0
HOUSING	U 400		427.8		427.8	
RESIDENTIAL RENT	U 401	235	137.0		137.0	22.0
RESIDENTIAL UTILITIES	U 402	235	49.7		49.7	
MAINTENANCE AND RENOVATION	U 403	259	21.0		21.0	
RESIDENTIAL FURNITURE/EQUIP.	U 405	311	82.7		82.7	
TRANS./FREIGHT - CODE 311	U 406	22	48.0		48.0	
SECURITY GUARD SERVICES	U 407	259	88.0		88.0	
OFFICIAL RESIDENCE ALLOWANCES	U 408	254	0.0		0.0	
REPRESENTATION ALLOWANCES	U 409	252	1.4		1.4	

TABLL VII. - FY 1988  
Operating Expense Summary

EXPENSE CATEGORY	FUND. CODE	OBJECT CLASS	DOLLARS	TRUST FUNDS	TOTAL	UNITS
OFFICE OPERATIONS	U500		1,072.1	8.0	1,080.1	
OFFICE RENT	U501	234	61.5		61.5	
OFFICE UTILITIES	U502	234	40.5		40.5	
BUILDING MAINT./RENOVATION	U503	259	26.0		26.0	
OFFICE FURNITURE/EQUIPMENT	U504	310	57.0		57.0	
VEHICLES	U505	312	75.0		75.0	
OTHER EQUIPMENT	U506	319	75.4		75.4	
TRANSPORTATION/FREIGHT	U507	22	88.6		88.6	
FURN/EQUIP/VEHICLE REPAIR/MAINT.	U508	259	28.0		28.0	
COMMUNICATIONS	U509	230	8.0		8.0	
SECURITY GUARD SERVICES	U510	259	88.0		88.0	
PRINTING	U511	24	5.0		5.0	
SITE VISITS-MISSION PERSONNEL	U512	210	49.0		49.0	250
SITE VISITS-AID/W PERSONNEL	U513	210	7.0		7.0	4
INFORMATION MEETINGS	U514	210	5.0		5.0	4
TRAINING ATTENDANCE	U515	210	35.0		35.0	12
CONFERENCE ATTENDANCE	U517	210	17.0		17.0	11
OTHER OPERATIONAL TRAVEL	U518	210	32.0		32.0	18
SUPPLIES AND MATERIALS	U519	26	294.1	8.0	302.1	
FAAS	U520	257	0.0		0.0	
ALL OTHER CODE 25	U524	259	80.0		80.0	
TOTAL O.E. BUDGET			3,687.8	8.0	3,695.8	
RECONCILIATION			1,288.8	0.0	1,288.8	
OPERATING BUDGET REQUIREMENTS			2,399.0	8.0	2,407.0	
636C REQUIREMENTS			0.0	0.0	0.0	
TOTAL ALLOWANCE REQUIREMENTS			2,399.0	8.0	2,407.0	
DOLLARS REQUIRED FOR LOCAL CURRENCY EXPENSES					1,321.7	
EXCHANGE RATE USED (MARCH 31, 1986)					20.90	
Estimated Wage Increase - FY 1987 to FY 1988					15.00%	
Estimated Price Increase - FY 1987 to FY 1988					15.00%	

## SECTION A - MANAGEMENT IMPROVEMENTS

Further management improvements have been made this past year; for example, cost savings have been realized by close oversight and renegotiation of service contracts. FSNDH personnel reorganizations have improved efficiency and cost effectiveness of G.S.O. operations. Savings have also been achieved by close scrutiny of FAAS support arrangements even though FAAS support has been minimal at this post. The effectiveness of Mission security has been enhanced by a combination of training of the local guard force, improved supervision, reduced access to the Mission compound and the installation of first phase security equipment.

The Mission will be especially careful to ensure that new initiatives are designed to minimize Mission personnel and logistic support in implementation, thereby allowing the Mission to function within the workforce ceilings. Further cost effectiveness in local support service contracts is anticipated, but the limits on savings consistent with quality service are being approached in this area. The Mission is actively exploring with private travel agencies approaches for improving cost effectiveness in international travel. Continuing efforts to computerize contracts, purchasing, and the inventory systems will improve management's overall efficiency and result in cost savings.

A major objective for the coming year is the negotiation of a new office complex lease prior to the expiry of the current ten year lease in July 1987. The Mission will face extreme pressure as the existing lease terms are very favorable to the USG. The Mission is exploring alternative facilities and will choose the lowest cost suitable premises. Considerable dollar savings are possible if advance payment is made on a long term lease.

## SECTION B - TRUST FUNDS

The Government of Nepal (GON) makes small annual contributions to a trust fund currently approximating \$8,000 per year. In addition, AID/Nepal has a residual excess Indian Rupee currency account which was generated from past PL 480 sales which is used to augment trust funds.

Since Nepal is a Relatively Least Developed Country, AID/Nepal does not intend to press the GON for increased trust fund contributions at this time.

## SECTION C - JUSTIFICATION FOR FUNDING CHANGES

The Mission OE budget request for FY 87 reflects an increase of 8% from FY 86. The overall increase could be attributed

entirely to increased costs of function code U-100 due to tour extensions and a substantial increase in post assignment and home leave travel. However, increases in prices and wages (approximating 15%) served to push up costs in all function codes. The inflationary cost increases were partially offset by reductions in function code 300 due to nonrecurring costs in FY 86 not included in FY 87 and substantially lower procurement of function code U-504, U-506 and U-519 items. There is also provision for office rent increase of \$300,000 due to the expiration of the Mission office complex lease in FY 87.

The FY 88 budget request represents an increase of 6% from FY 87. This basically reflects a 12% decrease in Function Code U-100 due to decreased USDH personnel and decreased home leave travel which is offset by wage and price increases in Function Codes U-200-U-500 and a modest increase in Function Code U-519 to reflect a more normal procurement level.

TABLE VIII (a)  
Information on U.S. PSC Costs  
(\$)

<u>Position Title/Description</u>	<u>FY 1986</u>	<u>FY 1987</u>	<u>FY 1988</u>
1. Computer Analyst	32,000 10/85 - 9/86	34,000 10/86 - 9/87	36,000 10/87 - 9/88
2. Special Project Officer	10,000 6/86 - 8/86	30,000 10/86 - 3/87	28,000 10/87 - 1/88
3. Executive Officer	24,000 6/86 - 9/86	-	-
Total:	<u>66,000</u>	<u>64,000</u>	<u>64,000</u>

TABLE VIII (b)  
All Other Code 25 Detail  
(\$)

<u>Description</u>	<u>FY 1986</u>	<u>FY 1987</u>	<u>FY 1988</u>
1. Miscellaneous Contractual Services	64,200	62,400	80,000

TABLE VIII(c): INFORMATION TECHNOLOGY NARRATIVE

USAID/Nepal is currently completing a phased automated equipment acquisition plan begun in fiscal 1984. A Wang VS mini computer which greatly expands information resource management capabilities, was installed in May, 1986. As is frequently the case at relatively new computer installations, currently the primary use of the Mission's automated equipment is word processing. A few offices are also using micro computers extensively for project and financial management and monitoring. The Mission's current emphasis is implementation of systems available for the VS and expanding analytic use of the Mission's micro computers. Applications scheduled for implementation or expansion fall into several broad categories.

1) Mission Management: Including Mission accounting, expendable and non-expendable property records, OE and program budget preparation, and contract and procurement monitoring systems.

2) Participant Tracking: Monitoring of current and past participants in training programs.

3) Project Management and Monitoring: Including financial analysis, contract, procurement, and construction status monitoring, statistical analysis and modeling, tracking and analysis of social and economic indicators, and tracking follow-up on evaluation recommendations.

4) Office Management: Including computerization of office specific activities such as personnel records, correspondence and task tracking, budgeting, monitoring of commodities data, and glossaries for repetitive correspondence.

USAID/Nepal is still in the initial implementation phase of its automated information management plan. The Mission's highest priority information processing needs are Mission management and project management and monitoring.

The management plan for FY '87 includes:

Complete conversion to MACS, dropping manual accounting system. Training of non FM staff in MACS capabilities and use of MACS as a financial information resource.

TABLE VIII (c): INFORMATION TECHNOLOGY NARRATIVE

Adaptation of computerized inventory system for specific USAID/Nepal information needs.

Completion of computerized participant tracking system.

Continuing computerization of project budgeting, management and monitoring activities. Expanding the number of projects with computerized information and budgeting systems, and expanding the number of activities computerized.

Computerization of the OE budgeting system, and contracting and procurement activities.

Increasing utilization of word processing glossaries.

The management plan for FY 1988 includes:

Continued development and refinement of information systems established in FY '84 - '87.

Development of additional project, Mission, and office management systems as identified.

Increasing shared use of computerized information, and implementation of an integrated inter office communications and information resource management system.

Development of a telecommunication link with the Embassy as a first step toward a communication link with AID/W.

The management plan for FY 1989 - 92 includes:

Establish a telecommunication link with AID/Washington.

Maintain systems established in the first five years of operations and implement or develop new project, Mission, and office management systems as identified.

The system management and support staff consists of a system analyst/manager, and an assistant manager/system operator within the Office of Financial Management. The system analyst/manager bears overall responsibility for the automation system, including planning, management and operations. The assistant manager/system operator bears primary responsibility

TABLE VIII (c): INFORMATION TECHNOLOGY NARRATIVE

for training activities, maintenance, utilization monitoring, and day to day management and operations. The system analyst and assistant manager provide programming and application development services as needed and share responsibility for clerical activities. Due to the installation of central processing and output equipment, and expanding automation activities, management, operations and clerical requirements are increasing. To meet these new demands a secretary/system operator will be required by the end of FY 1987. Each office has an assigned machine manager who is responsible for management of equipment located in that office. An automation committee oversees the activities of the system staff.

Computers are relatively new to Nepal, and the majority of the work force has had little or no exposure to such equipment. As a result, upon receipt of the initial microcomputer systems AID/Nepal launched an extensive classroom training program which provided a solid base of skilled staff. The Mission's on-going training plan stresses in-office training designed to meet specific staff needs and commercial tutorial programs. The training program distinguishes between staff requiring sufficient training to develop applications, and staff requiring only data entry skills. FSNs will primarily be trained by USAID/Nepal. System staff will participate in regional seminars and workshops. USDH staff will participate in training in AID/W and within the Mission.

A major portion of the Mission's automation efforts are aimed at improving implementation of the development assistance program in Nepal. Improvements in the availability of financial, budget, and monitoring information will assist in more effective project management. The Mission is working toward maintaining economic and social data in automated format. The Mission is cooperating with the World Bank in the development of a comprehensive automated system for the GON which will monitor action on specific measures to improve administration of development programs in Nepal. The Mission hopes to implement a compatible system for internal use.

Currently the Mission has one workstation for every four and a half currently active users assuming approximately 10% down time for workstations. When all anticipated users are included, the ratio increases to one workstation for every five and a half users.

TABLE VIII (c): INFORMATION TECHNOLOGY NARRATIVE

With the Mission's major acquisition plan complete the FY '87 purchase requirements will drop to a comparatively low level compared to the prior three years. The '87 plan includes purchase of three additional workstations which will reduce the user to workstation ratio to four and a half to one. The mission also plans to upgrade one 4230 workstation to a PC. The remainder of the plan includes purchase of more printer capacity and an uninterruptible power supply. Some additional software and other equipment purchases are also anticipated.

In FY '88 the Mission plans to purchase equipment required for telecommunications and, if utilization warrants, purchase of additional workstations to reduce the user/workstation ratio to 3 to 1.

The acquisition plans for FY '89 - '92 will concentrate on maintenance of the system purchased in FY '84-'88. During this period the Mission expects to replace some of it's older equipment, purchasing when applicable newer and more powerful technologies. There will be an ongoing evaluation of the system and additional automated information system needs. Additional input, processing and output capacity will be acquired as necessary to handle expanding needs.

TABLE VIII(c)  
OBLIGATIONS FOR ACQUISITION, OPERATION  
AND USE OF INFORMATION TECHNOLOGY SYSTEMS  
(\$000)

<u>ITEM AND EXPLANATION</u>	<u>FY 1986</u>	<u>FY 1987</u>	<u>FY 1988</u>
<b>1. Capital Investment</b>			
<b>A. Purchase of Hardware</b>			
<u>Wang Equipment</u>			
2265-V2 288 MB Disk Drive w/ cables	12.0		
4230A-VS 64K WP/DP Workstations	5.3	5.3	3.5
DW/OS-55 Daisy Wheel printer w/sheet feeder	4.6	4.6	
5574-1 600lpm 64K Band Printer w/wp prom	11.6		
5577v 192/40 CPS Matrix Printer w/sheet feed	5.5		5.5
DSF-77 Dual Sheet Feeder for 5577	1.6		
PC-PM101 IBM Emulation	2.0		
VS65-I/O I/O Controller		2.4	
VS65-PORTS I/O Ports		.4	
Upgrade 4230 to PC (estimated)		1.5	
Telecommunication equipment - detail to be determined			5.0
<u>Shipping Costs (estimated)</u>	6.4	2.8	2.5
<b>B. Purchase of Software or Other Equipment</b>			
<u>Wang Software</u>			
195-104A-X Cobol Compiler	2.4		
195-4351-9 VS Multistation	2.4		
195-4224-9 VS Access	.8		
PC-SS090 PC/VS Data Exchange	.2		
PC-AS012-3 PC/VS Multistation	.2		
195-125A-X VS 20/20 Spreadsheet Package		2.4	
PC-AS010 PC 20/20 Spreadsheet Package		2.2	
196-007A-X Wang Office			2.4
195-2272-X General Asynchronous Interface			2.6
<u>Fairfax Computer</u>			
D Base III	.8		
Timeline	.5		
<u>Shipping (estimated)</u>	.7	.4	.5

TABLE VIII(c)  
(continued)

<u>ITEM AND EXPLANATION</u>	<u>FY 1986</u>	<u>FY 1987</u>	<u>FY 1988</u>
C. <u>Site and Facilities</u>	23.0	40.0	15.0
SUBTOTAL	<u>80.0</u>	<u>62.0</u>	<u>37.0</u>
2. Personnel			
A. <u>Compensation, Benefits and Travel</u>	<u>35.0</u>	<u>39.0</u>	<u>42.0</u>
B. <u>Workyears</u>	<u>2.0</u>	<u>2.5</u>	<u>3.0</u>
System Management	1.0	1.0	1.2
Systems Operations	.4	.6	.7
Programing & Systems Development	.3	.5	.3
Clerical Support	.3	.4	.8
3. <u>Equipment Rental, Space and Other Operating Costs</u>			
A. <u>Lease of Equipment</u>	0.0	0.0	0.0
B. <u>Space</u>	0.0	0.0	0.0
C. <u>Supplies and Materials</u>	15.0	10.0	10.0
D. <u>Non-Commercial Training</u>	0.0	0.0	0.0
SUBTOTAL	<u>15.0</u>	<u>10.0</u>	<u>10.0</u>
4. <u>Commercial Services</u>			
A. <u>Computer Time</u>	0.0	0.0	0.0
B. <u>Leased Telecommunication Services</u>	0.0	0.0	1.0

TABLE VIII(c)  
(continued)

<u>ITEM AND EXPLANATION</u>	<u>FY 1986</u>	<u>FY 1987</u>	<u>FY 1988</u>
<u>C. Operations and Maintenance</u>			
(1) <u>Operations</u>	0.0	0.0	0.0
(2) <u>Maintenance</u>	14.0	28.0	30.0
<u>D. Systems Analysis and Programming</u>	0.0	0.0	0.0
<u>E. Systems Design and Engineering (N.A.)</u>			
<u>F. Studies and Other</u>	0.0	0.0	0.0
SUBTOTAL	<u>14.0</u>	<u>28.0</u>	<u>31.0</u>
5. TOTAL DOLLARS	<u>144.0</u>	<u>139.0</u>	<u>120.0</u>
TOTAL WORKYEARS (From item 2A)	(2.0)	(2.5)	(3.0)
6. <u>MISSION ALLOWANCE LEVELS</u>			
A. Amounts included for existing systems	62.5	62.0	61.0
B. Amounts included for new or expanded systems	81.5	77.0	59.0

IX. PRIVATIZATION PLAN

USAID/Nepal submitted its Privatization Plan statement in April as a component of the Mission Action Plan (See Kathmandu 2968, 4/18/86). The policy agenda section of the Action Plan summarizes Mission initiatives and significant accomplishments over the past year on privatization concerns, and outlines our strategy and several points for continued involvement. We are scheduled for a CDSS in early 1987, and will address this topic again then.