

PD-AAU-220

UNCLASSIFIED

INTERNATIONAL DEVELOPMENT COOPERATION AGENCY

AGENCY FOR INTERNATIONAL DEVELOPMENT

WASHINGTON, D.C. 20523

PROJECT PAPER

TUNISIA: Technology Transfer  
(664-0315)

September 29, 198

UNCLASSIFIED

<b>AGENCY FOR INTERNATIONAL DEVELOPMENT</b> <b>PROJECT DATA SHEET</b>		<b>1. TRANSACTION CODE</b> <input checked="" type="checkbox"/> C    A = Add C = Change D = Delete	<b>Amendment Number</b> 6	<b>DOCUMENT CODE</b> 3
<b>2. COUNTRY/ENTITY</b> TUNISIA		<b>3. PROJECT NUMBER</b> 664-0315		
<b>4. BUREAU/OFFICE</b> ANE <input type="checkbox"/> 3		<b>5. PROJECT TITLE (maximum 40 characters)</b> <input type="checkbox"/> TECHNOLOGY TRANSFER		

<b>6. PROJECT ASSISTANCE COMPLETION DATE (FACD)</b> MM DD YY 08   31   87	<b>7. ESTIMATED DATE OF OBLIGATION</b> (Under "B" below, enter 1, 2, 3, or 4) A. Initial FY <input type="checkbox"/> 8   1    B. Quarter <input type="checkbox"/> 4    C. Final FY <input type="checkbox"/> 8   6
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8. COSTS (\$000 OR EQUIVALENT \$1 = )						
A. FUNDING SOURCE	FIRST FY 81			LIFE OF PROJECT		
	B. FX	C. L/C	D. Total	E. FX	F. L/C	G. Total
AID Appropriated Total	1450	0	1450	20150	0	20150
(Grant)	( 1450 )	( 0 )	( 1450 )	( 20150 )	( 0 )	( 20150 )
(Loan)	( )	( )	( )	( )	( )	( )
Other U.S.						
1.						
2.						
Host Country	100	0	100	19969	0	19969
Other Donor(s)						
<b>TOTALS</b>	1550	0	1550	40119	0	40119

9. SCHEDULE OF AID FUNDING (\$000)									
A. APPROPRIATION	B. PRIMARY PURPOSE CODE	C. PRIMARY TECH CODE		D. OBLIGATIONS TO DATE		E. AMOUNT APPROVED THIS ACTION		F. LIFE OF PROJECT	
		1. Grant	2. Loan	1. Grant	2. Loan	1. Grant	2. Loan	1. Grant	2. Loan
(1)	DA	750		1450				1450	
(2)	ESF	750		15700		3000		18700	
(3)									
(4)									
<b>TOTALS</b>				17150		3000		20150	

<b>10. SECONDARY TECHNICAL CODES (maximum 6 codes of 3 positions each)</b> 871    872    873    874    660						<b>11. SECONDARY PURPOSE CODE</b> 680	
<b>12. SPECIAL CONCERNS CODES (maximum 7 codes of 4 positions each)</b> A. Code    B. Amount							

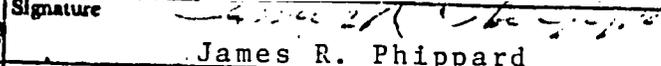
**13. PROJECT PURPOSE (maximum 480 characters)**

To enhance Tunisia's capability to acquire and incorporate appropriate technology in its development process.

<b>14. SCHEDULED EVALUATIONS</b> Interim    MM YY    MM YY    Final    MM YY 09 83    04 84            11 85	<b>15. SOURCE/ORIGIN OF GOODS AND SERVICES</b> <input checked="" type="checkbox"/> X000 <input type="checkbox"/> 941 <input type="checkbox"/> Local <input type="checkbox"/> Other (Specify)
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**AMENDMENTS/NATURE OF CHANGE PROPOSED (This is page 1 of a \_\_\_\_\_ page PP Amendment.)**

This amendment adds funds to include AID support for training Tunisian students at U.S. schools of higher education.

<b>17. APPROVED BY</b>	Signature  James R. Phippard	<b>18. DATE DOCUMENT RECEIVED IN AID/W, OR FOR AID/W DOCUMENTS, DATE OF DISTRIBUTION</b> MM DD YY
	Title USAID/Tunis Director	

ACTION MEMORANDUM

Date: : September 29, 1986  
TO : James R. Phippard, Director  
FROM : Mark H. Karns, PM *MH*  
SUBJECT : Technology Transfer Project 664-0315; Amendment No. 6

PROBLEM: Your signature of the attached Project Authorization Amendment No. 6 is required to authorize \$ 3.0 million in FY 86 ESF grant funds for the subject project.

DISCUSSION: This project initially was obligated in FY 81 for \$1,450,000 in DA funds to strengthen Tunisian engineering schools through linkages with U.S. universities. A host country contract with the Academy for Educational Development (AED) was signed on August 18, 1982. This technical assistance contract constituted AID's contribution to the project. The GOT's contribution comprised the costs associated with its Scholarship Program in the U.S. for 205 undergraduate and graduate students who began studies during the '81/'82 school year.

On August 30, 1983 AID and the GOT signed PROAG Amendment No. 1, adding \$2.0 million FY 83 ESF funds to directly support scholarship costs of Tunisian graduate students studying in the U.S. The original project remained unchanged and the \$2.0 million add-on provided scholarship financing previously supplied by the GOT. The GOT's then nascent foreign exchange problems made it clear that it would be difficult to continue the scholarship program at the expected size and pace and the GOT requested that AID finance direct contributions to scholarship costs.

Given continuing foreign exchange problems, a steadily eroding balance of payments situation, and steadily increasing costs of education in the U.S., AID and the GOT signed PROAG Amendment No. 2 on April 27, 1984 adding \$1.2 million FY 84 ESF funds. AID and the GOT also signed PROAG Amendment No. 3 on December 26, 1984 adding \$4.8 million FY 85 ESF and PROAG Amendment No. 4 on August 30, 1985 adding \$5.2 million FY 85 ESF funds to the project and extending the PACD to August 31, 1987. These amendments provided partial financial support for the costs of Tunisian undergraduate and graduate students continuing their studies in the U.S. during the '83/'84, '84/'85 and the '85/'86 school years.

AID and the GOT signed PROGAG Amendment No. 5 on June 6, 1986 adding \$2.5 million FY 86 ESF to finance part of the scholarship costs of the '86/'87 school year.

The GOT is complying with the condition precedent (Section 4.6) prescribed in Amendment No. 4. The GOT has submitted a comprehensive internal project audit of the project for AID review.

The attached Project Authorization Amendment 6 requests an additional \$3.0 million 1986 ESF funding in response to the GOT request dated September 24, 1986. With this authorization, additional assistance will be provided to meet the GOT's need for foreign exchange to further support its growing scholarship program.

AID's total LOP contribution will increase from \$17.15 million to \$20.15 million. The GOT's total net LOP contribution is \$19,969,030. Total LOP cost is \$40,119,030.

With regard to disbursement procedures, the FAR methods outlined in PIL No. 7 and PIL No. 12 dated December 26, 1984 and September 4, 1986, respectively, are applicable to this new Amendment No. 6.

NOTIFICATION TO CONGRESS: The Congressional Notification for Amendment 6 was submitted by AID/W on September 15, 1986. The Amendment No. 6 PROG may be signed on September 30, 1986 if no objection is raised by Congress.

RECOMMENDATION: That you sign the attached Project Paper Amendment face sheet and the Project Authorization Amendment adding \$ 3.0 million of FY86 ESF to the Technology Transfer Project 664-0315.

Approved: *[Signature]*

Disapproved: \_\_\_\_\_

Date: Sept 30, 1986

- Attachments:
- A. Project Paper Amendment Number 6 Project Data Sheet.
  - B. Project Authorization Amendment Number 6.
  - C. Project Agreement Amendment Number 6.
  - D. Attachment 1 to Annex I.
  - E. GOT Request for Assistance.

Clearances:

- PROG/Mabassi (draft) \_\_\_\_\_
- PROG/LMacary (draft) \_\_\_\_\_
- CONT/EWilson *[Signature]*
- RLA/RMeighan (draft) \_\_\_\_\_
- PM/MAHassasiri (draft) \_\_\_\_\_
- PM/NTumavick (draft) \_\_\_\_\_

cc: PRCG-2, CONT, C&R-2, PM-2

PM/MHKarns:nbs :09/29/86:Doc.0034S

*[Signature]*

SIXTH AMENDMENT TO  
PROJECT AUTHORIZATION

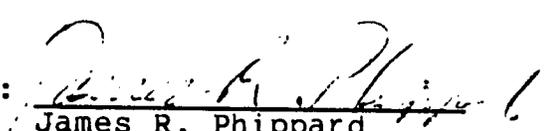
Name of Country: Republic of Tunisia      Name of Project: Technology Transfer  
Number of Project: 664-0315

1. Pursuant to Sections 106 and 531 of the Foreign Assistance Act of 1961, as amended, the Technology Transfer Project for Tunisia ("Cooperating Country") was authorized on August 31, 1981 and was amended on August 29, 1983, on April 23, 1984, on December 26, 1984, on August 23, 1985 and on May 30, 1986 (the "Authorization"), and is hereby further amended as follows:

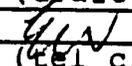
a. The paragraph in quotation marks of Section 1.a. is deleted in its entirety and the following is inserted in lieu thereof:

"Prior authorizations being valid for obligations not to exceed Seventeen Million One Hundred and Fifty Thousand Dollars (\$17,150,000), pursuant to Section 531 of the Foreign Assistance Act, as amended, I hereby authorize additional funding of up to Three Million Dollars (\$ 3,000,000) of grant funds for a new life-of-project total of not to exceed Twenty Million One Hundred and Fifty Thousand Dollars (\$20,150,000) over a seventy-two month period from the date of the original authorization, subject to the availability of funds in accordance with the A.I.D. OYB/allotment process, to help in financing foreign exchange costs for the project."

2. Except as hereby amended, the Authorization remains unchanged and in full force and effect.

Signature:   
James R. Phippard  
USAID Mission Director

Date: September 29, 1986

Clearances: PROG/Mabassi (draft)  
                  PROG/LMacary (draft)  
                  CONT/EWilson   
                  RLA/RMeighan (tel clearance)  
                  PM/MAHassairi (draft)  
                  PM/NTumavick (draft)

cc: C&R-2, PM-2, PROG-2, RLA, CONT

PM:MHKarns:nbs :09/29/86:Doc.0034S

