

**AGENCY FOR
INTERNATIONAL
DEVELOPMENT**



ANNUAL BUDGET SUBMISSION

FY 82

EL SALVADOR

JUNE 1980

UNITED STATES INTERNATIONAL DEVELOPMENT COOPERATION AGENCY
WASHINGTON, D.C. 20523

ANNUAL BUDGET SUBMISSION

FY 1982

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FY 1982 ANNUAL BUDGET SUBMISSION

TABLE I - LONG RANGE PLAN BY APPROPRIATION ACCOUNT (\$ Thousands)

Development Assistance	FY 1980 EST.	FY 1981 EST.	Decision Unit			El Salvador			
			FY 1982 REQUEST			PLANNING PERIOD			
			MIN	CURR	AARL	1983	1984	1985	1986
Structure, Rural Dev.									
Initiation									
Projects	1,480	1,196	270	-	770	1,000	1,500	1,500	1,500
Units	10,000	12,000	-	-	10,000	10,000	15,000	15,000	15,000
Initiation									
Projects	870	1,510	1,510	-	1,510	1,500	1,500	1,500	1,500
Units	-	-	-	-	-	-	-	-	-
Projects	739	1,050	100	-	100	500	500	500	200
Units	-	4,000	-	-	-	5,000	-	5,000	-
Initiation									
Projects	460	-	-	-	-	-	-	-	300
Units	-	-	-	-	-	-	-	-	5,000
Ad Dev. Activities									
Projects	1,390	1,809	2,120	-	2,620	2,000	1,500	1,500	1,500
Units	10,000	17,000	14,000	-	20,000	15,000	15,000	10,000	10,000
FAL FUNC. ACCTS.									
Projects	4,939	5,565	4,000	-	5,000	5,000	5,000	5,000	5,000
Units	20,000	33,000	14,000	-	30,000	30,000	30,000	30,000	30,000
DA ACCTS. (Specify)									
Projects	-	-	-	-	-	-	-	-	-
Units	-	-	-	-	-	-	-	-	-
DA ACCTS.									
Projects	4,939	5,565	4,000	-	5,000	5,000	5,000	5,000	5,000
Units	20,000	33,000	14,000	-	30,000	30,000	30,000	30,000	30,000
<u>Public Support Fund</u>									
Projects	5,000	25,000	25,000	-	25,000	25,000	20,000	20,000	20,000
DA AND ESF	29,939	63,565	43,000	-	60,000	60,000	55,000	55,000	55,000
DA (non-add)									
Title I	3,000	25,000	25,000	-	25,000	25,000	25,000	25,000	25,000
Of which Title III)	-	25,000	25,000	-	25,000	25,000	25,000	25,000	25,000
Title II	3,000	3,000	3,000	-	3,000	3,000	3,000	3,000	3,000
Long Guaranties (non-add)	15,000	-	-	-	-	15,000	-	15,000	-
PERSONNEL USDH	17	23	23	-	23	23	23	23	23

FY 82 AAPL can not be managed with the given personnel planning level.

Please see Table I Narrative.

TABLE I - NARRATIVE

PART I

For FY 1982 the Mission proposes a program consisting of \$35 million in Development Assistance, \$25 million in Economic Support Funds, and \$25 million in PL 480 Title I. In addition there will be ten terminating projects with pipeline of \$25.3 million. The Mission's direct hire personnel planning level is 20 U.S. employees and 36 foreign nationals, roughly the same personnel levels as when our annual assistance levels were less than \$10 million. In planning El Salvador's greatly expanded program for FY 1980 the Mission relied heavily upon AID/W and other LAC Missions for TDY assistance. In planning future year programs the Mission will continue to rely upon such assistance. However, to achieve greater efficiency the Mission plans the following changes in its program. First, it plans to develop and implement fewer but significantly larger projects. For instance, in our FY 1981 ABS the Mission proposed twenty six new and continuing projects in the AAPL decision package. In the FY 1982 ABS, at an AAPL many times higher, the Mission proposes a program consisting of only seventeen new and continuing projects. Secondly, we have proposed no new education projects thus eliminating one sector from our program. Finally, because of their priorities and initial indications of success we propose to extend several projects included originally in our accelerated impact program thus obviating design requirements for several new projects and utilizing host government management capabilities developed during prior years.

Despite these measures, however, the Mission's direct hire personnel planning level is not compatible with the FY 1982 AAPL. While TDY assistance can be very effective in assisting in project design and evaluation such assistance has a much more limited value in project implementation. Beginning in FY 1981 the Mission's project implementation work load will have assumed massive proportions. Accordingly we estimate our minimum personnel levels beginning in FY 1981 to be 23 U.S.D.H. and 42 FNDH. Of the latter we expect two such positions to P.I.T. and to be filled by dependents of U.S.D.H. staff. These slightly increased levels, while enhancing the Mission's project implementation capabilities, still represent a very low direct hire personnel to program level ratio and must be reassessed at frequent intervals to determine that both the overall levels and the personnel mix are sufficient to implement an assistance program of the magnitude and importance as that of El Salvador.

PART II

The Mission proposes decreased levels in Title I and ESF in FY 1983 and beyond. It is also possible that by FY 1983 the Peace Corps will again assign volunteers to El Salvador. If so the Mission will resume the close cooperation it has had in the past and will rely extensively upon Peace Corps Volunteers to develop and monitor a number of projects particularly SDA projects. Additionally, the Mission expects, beginning in FY 1983, to

reduce still further the number of projects under implementation by terminating smaller projects and designing fewer but larger new projects. Despite these measures, however, we remain convinced that the program, because of its magnitude and complexity, will not permit a reduction in either U.S. or foreign national direct hire employees.

TABLE III - PROJECT OBLIGATIONS BY APPROPRIATION ACCOUNT
 FY 1980 TO FY 1982
 (\$ thousands)

BEST AVAILABLE

Decision Unit El Salvador

<u>APPROPRIATION ACCOUNT</u>			<u>FISCAL YEAR 1982</u>				
			<u>FY 1980</u>	<u>FY 1981</u>	<u>MINIMUM</u>	<u>CURRENT</u>	<u>AAPL</u>
<u>Agriculture, Rural Development, and Nutrition</u>							
519-0167	Technical Support	G	155	150	100		100
519-0215	Save the Children Foundation - OPG	G		77			
519-0222	La Leche League-OPG	G	200	118	170		170
519-0229	Small Producer Development	G	500	250			
519-0229	Small Producer Development	L	5,000	4,000			
519-0244	Basic Food Improvement and Distribution	G					500
519-0244	Basic Food Improvement and Distribution	L					6,000
519-0250	Urban Food Stores AIFLD - OPG	G	100				
519-0251	Marginal Community Improvement	G	350				
519-0251	Marginal Community Improvement	L	1,000	1,000			
519-0253	Health and Nutrition	G	175	101			
519-0256	Public Sector Employment	L	4,000	2,000			4,000
519-0269	Natural Resources Management	G		500			
519-0269	Natural Resources Management	L		5,000			
	GRANTS		1,480	1,196	270		770
	LOANS		10,000	12,000	-		10,000
Sub-Total Food and Nutrition Sector			11,480	13,196	270		10,770

TABLE III - PROJECT OBLIGATIONS BY APPROPRIATION ACCOUNT
 FY 1980 TO FY 1982
 (\$ thousands)

BEST AVAILABLE

Decision Unit El Sa

APPROPRIATION ACCOUNT			FY 1980	FY 1981	FISCAL YEAR 1982		
					MINIMUM	CURRENT	AAPL
<u>Population</u>							
519-0149	Population and Family Planning	G	850				
519-0181	Technical Support	G	20	10	10		10
519-0210	Population Dynamics	G		1,500	1,500		1,500
	GRANTS		870	1,510	1,510		1,510
	LOANS		-	-	-		-
Sub-Total Population Sector			870	1,510	1,510		1,510
<u>Health</u>							
519-0178	Technical Support	G	40	100	100		100
519-0254	Integrated Rural/Urban Health	G		500			
519-0254	Integrated Rural/Urban Health	L		4,000			
519-0253	Health and Nutrition	G	650	450			
519-0273	Training of Rural Health Promoters - OPG	G	49				
	GRANTS		739	1,050	100		100
	LOANS		-	4,000	-		-
Sub-Total Health Sector			739	5,050	100		100

TABLE III - PROJECT OBLIGATIONS BY APPROPRIATION ACCOUNT
 FY 1980 TO FY 1982
 (\$ thousands)

BEST AVAILABLE

Decision Unit El Salv.

APPROPRIATION ACCOUNT			FY 1980	FY 1981	FISCAL YEAR 1982		
					MINIMUM	CURRENT	AAPL
<u>Education and Human Resources Development</u>							
519-0168	Technical Support	G	60				
519-0260	Reform and Policy Planning	G	400				
	GRANTS		460	-	-		-
	LOANS		-	-	-		-
Sub-Total Education Sector			460	-	-		-
<u>Selected Development Activities</u>							
519-0094	Special Development Activities	G	50	100	100		100
519-0177	Technical Support	G	40	50	50		50
519-0197	Technoserve	G	80				
519-0223	League of Women Voters OPG	G	120	134			
519-0219	Partners of the Americas - OPG	G		100	100		100
519-0235	Amigos de la Tierra - OPG	G		150	100		100
519-0242	Development of Local Government Services	G		500			
519-0242	Development of Local Government Services	L		10,000	5,000		5,000

TABLE III - PROJECT OBLIGATIONS BY APPROPRIATION ACCOUNT
 FY 1980 TO FY 1982
 (\$ thousands)

BEST AVAILABLE

Decision Unit EL SA

<u>APPROPRIATION ACCOUNT</u>		<u>FY 1980</u>	<u>FY 1981</u>	<u>FISCAL YEAR 1982</u>		
				<u>MINIMUM</u>	<u>CURRENT</u>	<u>AAPL</u>
519-0251	Marginal Community Improvement	G	475	125		
519-0251	Marginal Community Improvement	L	4,000	4,000		
519-0256	Public Sector Employment	G	125			500
519-0256	Public Sector Employment	L	6,000	3,000		6,000
519-0260	Reform and Policy Planning	G	500	450	1,000	1,000
519-0270	Salvadoran Red Cross-OPG	G		200	270	270
519-0271	Development Bank	G			500	500
519-0271	Development Bank	L			9,000	9,000
	Grants		1,390	1,809	2,120	2,620
	Loans		10,000	17,000	14,000	20,000
	Sub-Total S.D.A. Sector		11,390	18,809	16,120	22,620
	<u>SUB-TOTAL FUNCTIONAL ACCOUNTS</u>		24,939	38,565	18,000	35,000
	<u>Other Programs (Specify)</u>		-	-	-	-
	<u>TOTAL ALL DA APPROPRIATION ACCOUNTS</u>		24,939	38,565	18,000	35,000

TABLE III - PROJECT OBLIGATIONS BY APPROPRIATION ACCOUNT
 FY 1980 TO FY 1982
 (\$ thousands)

BEST AVAILABLE

Decision Unit EL SALV

<u>APPROPRIATION ACCOUNT</u>		<u>FY 1980</u>	<u>FY 1981</u>	<u>FISCAL YEAR 1982</u>			
				<u>MINIMUM</u>	<u>CURRENT</u>	<u>AAPL</u>	
<u>Economic Support Fund</u>							
519-0259	Technical Assistance Support	G	750	-	-	-	
519-0259	Agrarian Reform Support	G	3,250	-	-	-	
519-0261	Agrarian Reform Support AIFLD - OFG	G	1,000	-	-	-	
519-0264	Agrarian Reform Sector Phase II	G	-	25,000	-	-	
519-0265	Agrarian Reform Sector Phase III	G	-	-	25,000	25,000	
<u>TOTAL ESF</u>			5,000	25,000	25,000	-	25,000
<u>TOTAL DA AND ESF</u>			29,939	63,565	43,000	-	60,000

TABLE IV PROJECT BUDGET DATA

NUMBER	PROJECT TITLE	G/L	OBLIGATION DATE		DATE OF NEXT PLANNED ROUTINE EVAL.	CUM. PIPELINE AS OF 9/30/79	FY 1980			FY 1981			FY 1982 SAFL OBLIG.	FORWARD FUNDED TO (MO/YR)	FUTURE YEAR OBLIGATIONS
			INITIAL	FINAL			OBLIG.	EXPEND.	CUM. PIPELINE	OBLIG.	EXPEND.	CUM. PIPELINE			
519-0167	Agriculture, Rural Development, and Nutrition Technical Support	G	FY 74	Cont.	-	46	155	190	11	150	151	10	100	-	Continuing
519-0215	Save the Children Foundation	G	FY 78	FY 81	-	150	-	100	50	77	100	27	-	12/81	
519-0222	La Leche League - OPG	G	FY 80	FY 81	-	-	200	100	100	118	200	18	170	9/82	
519-0229	Small Producer Development	G	FY 80	FY 81	6/81	-	500	200	300	250	200	350	-	12/82	
519-0229	Small Producer Development	L	FY 80	FY 81	6/81	-	5,000	1,080	3,920	4,000	3,380	4,540	-	12/82	
519-0244	Basic Food Improvement and Distribution	G	FY 82	FY 82	9/84	-	-	-	-	-	-	-	500	9/83	
519-0244	Basic Food Improvement and Distribution	L	FY 82	FY 82	9/84	-	-	-	-	-	-	-	6,000	9/84	
519-0250	Urban Food Stores AIFLD - OPG	G	FY 80	FY 80	-	-	100	50	50	-	50	-	-	-	
519-0251	Marginal Community Improvement	G	FY 80	FY 80	9/81	-	350	30	320	-	100	220	-	6/81	
519-0251	Marginal Community Improvement	L	FY 80	FY 81	9/81	-	1,000	200	800	1,000	600	1,200	-	6/81	
519-0253	Health and Nutrition	G	FY 80	FY 81	12/81	-	175	125	50	101	100	51	-	-	
519-0256	Public Sector Employment	L	FY 80	FY 81	6/81	-	4,000	2,000	2,000	2,000	4,000	-	4,000	12/81	
519-0269	Natural Resources Management	G	FY 81	FY 81	9/83	-	-	-	-	500	250	250	-	9/82	

ANNEXURE 7(A-80)

TABLE IV PROJECT BUDGET DATA

PROJECT NUMBER	PROJECT TITLE	G/L	OBLIGATION DATE		DATE OF NEXT PLANNED ROUTINE EVAL.	TIME PIPELINE AS OF 9/30/79	FY 1980			FY 1981			FY 1982 APL OBLIG.	FORWARD FUNDED TO (MO/YR)	FUTURE YEAR OBLIGATIONS
			INITIAL	FINAL			OBLIG.	EXPEND.	TIME PIPELINE	OBLIG.	EXPEND.	TIME PIPELINE			
519-0269	Natural Resources Management	L	FY 81	FY 81	9/83	-	-	-	5,000	800	4,200	-	9/83		
	GRANTS					196	1,480	795	1,196	1,151	926	770			
	LOANS					-	10,000	3,280	12,000	8,780	9,940	10,000			
	Sub-Total Food and Nutrition Sector					196	11,480	4,075	13,196	9,931	10,866	10,770			
	Population														
519-0149	Population and Family Planning	G	FY 76	FY 80	7/80	774	850	1,000	624	624	-	-	-		
519-0181	Technical Support	G	FY 79	Cont.	-	-	20	20	10	10	-	10	-	Continuing	
519-0210	Population Dynamics	G	FY 81	FY 85	3/82	-	-	-	1,500	1,000	500	1,500	1/83	6,925	
	GRANTS					774	870	1,020	624	1,510	1,634	1,510		6,925	
	LOANS					-	-	-	-	-	-	-			
	Sub-Total Population Sector					774	870	1,020	624	1,510	1,634	1,510		6,925	
	Health														
519-0178	Technical Support	G	FY 76	Cont.	-	34	40	70	4	100	84	100	-	Continuing	
519-0245	Integrated Rural/Urban Health	G	FY 81	FY 81	9/83	-	-	-	500	200	300	-	9/82		

TABLE IV PROJECT BUDGET DATA

PROJECT NUMBER	PROJECT TITLE	OBLIGATION DATE		DATE OF NEXT PLANNED NUM. ROUTINE EVAL.	GIM PIPELINE AS OF 9/30/79	ESTIMATED U.S. DOLLAR COST (\$000)						FY 1982 CAPL OBLIG.	FORWARD FUNDED TO (NO/YR)	FUTURE YEAR OBLIGATIONS
		INITIAL	FINAL			FY 1980		FY 1981		CYCL. PIPELINE	CYCL. PIPELINE			
						OBLIG.	EXPEND.	OBLIG.	EXPEND.					
519-0245	Integrated Rural/Urban Health	FY 81	FY 81	-	-	-	-	4,000	1,000	-	3,000	-	-	-
519-0253	Health and Nutrition	FY 80	FY 81	-	-	650	500	450	500	-	100	-	-	-
519-0273	Training of Rural Health Promoters - OPG	FY 80	FY 80	-	-	49	20	-	29	-	-	-	-	-
	GRANTS			34	739	590	183	1,050	813	-	420	100	-	-
	LOANS			-	-	-	-	4,000	1,000	-	3,000	-	-	-
	Sub-Total Health Sector			34	739	590	183	5,050	1,813	-	3,420	100	-	-
	Education and Human Resources Development													
519-0168	Technical Support	FY 74	Cont.	-	2	60	45	-	17	-	-	-	-	-
519-0260	Reform and Policy Planning	FY 80	FY 80	12/81	-	400	200	-	200	-	-	-	-	-
	GRANTS			2	460	245	217	-	217	-	-	-	-	-
	LOANS			-	-	-	-	-	-	-	-	-	-	-
	Sub-Total Education Sector			2	460	245	217	-	217	-	-	-	-	-

DECISION UNIT
El Salvador

TABLE IV PROJECT BUDGET DATA

PROJECT NUMBER	PROJECT TITLE	G/L	OBLIGATION DATE		DATE OF NEXT PLANNED WORK ROUTINE EVAL.	CUM. PIPELINE AS OF 9/30/79	FY 1980			FY 1981			FY 1982 (APL. OBLIG.)	FORWARD FUNDED TO (MO/YR)	FUTURE YEAR OBLIGATIONS
			INITIAL	FINAL			OBLIG.	EXPEND.	CUM. PIPELINE	OBLIG.	EXPEND.	CUM. PIPELINE			
	<u>Selected Development Activities</u>														
519-0094	Special Development Activities	G	FY 70	Cont.	-	7	50	57	100	100	-	100	9/82	Continuing	
519-0177	Technical Support	G	FY 76	Cont.	-	27	40	60	50	7	10	50	9/82	Continuing	
519-0197	TECHNOSERVE - OPG	G	FY 78	FY 81	-	220	80	200	100	100	-	-	-	-	
519-0219	Partners of the Americas - OPG	G	FY 81	FY 83	-	-	-	-	100	80	20	100	6/82	-	
519-0223	League of Women Voters - OPG	G	FY 79	FY 81	-	198	120	175	134	200	77	-	-	-	
519-0235	Amigos de la Tierra - OPG	G	FY 81	FY 82	-	-	-	-	150	100	50	100	6/82	-	
519-0242	Development of Local Government Services	G	FY 81	FY 81	10/82	-	-	-	500	300	200	-	6/82	-	
519-0242	Development of Local Government Services	L	FY 81	FY 82	10/82	-	-	-	10,000	8,000	2,000	5,000	9/83	-	
519-0251	Marginal Community Improvement	G	FY 80	FY 81	9/81	-	475	70	405	400	130	-	12/81	-	
519-0251	Marginal Community Improvement	L	FY 80	FY 81	9/81	-	4,000	800	3,200	4,500	2,700	-	12/81	-	
519-0256	Public Sector Employment	G	FY 80	FY 82	6/81	-	125	30	95	-	-	500	6/84	-	
519-0256	Public Sector Employment	L	FY 80	FY 82	6/81	-	6,000	3,000	3,000	5,000	1,000	6,000	6/84	-	
519-0260	Reform and Policy Planning	G	FY 80	FY 82	12/81	-	500	400	100	450	50	1,000	9/82	-	
519-0270	Salvadoran Red Cross - OPG	G	FY 81	FY 82	-	-	-	-	200	200	-	270	9/82	-	

TABLE IV PROJECT BUDGET DATA

El Salvador

NUMBER	PROJECT TITLE	OBLIGATION DATE	DATE OF NEXT PLANNED ROUTINE EVAL.	CUM. PIPELINE AS OF 9/30/79	ESTIMATED U.S. DOLLAR COST (\$000)						FY 1982 VAR. OBLG.	FORWARD FUNDED TO (MO/YR)	FUTURE YEAR OBLIGATIONS
					FY 1980		FY 1981		FY 1982				
					OBLG.	EXPEND.	PIPELINE	OBLG.	EXPEND.	PIPELINE			
519-0271	Development Bank	FY 82	9/84	-	-	-	-	-	-	-	500	12/82	
519-0271	Development Bank	FY 82	9/84	-	-	-	-	-	-	-	9,000	9/84	
	GRANTS			452	992	850	1,809	2,122	537	2,620			
	LOANS			-	3,800	6,200	17,000	17,500	5,700	20,000			
	Sub-Total S.D.A. Sector			452	4,792	7,050	18,809	19,622	6,237	22,620			
	SUB-TOTALS DEVELOPMENT ASSISTANCE ACCOUNTS												
	GRANTS			1,458	3,642	2,755	5,565	5,937	2,383	5,000			
	LOANS			-	7,080	12,920	33,000	27,280	18,640	30,000			
	Sub-Total D.A.			1,458	10,722	15,675	38,565	33,217	21,023	35,000			
	Economic Support Fund												
519-0259	Technical Assistance Support	FY 80	12/81	-	400	350	-	350	-	-	-	-	
519-0259	Agrarian Reform Support	FY 80	12/81	-	3,250	-	-	-	-	-	-	-	
519-0261	Agrarian Reform Support AIFLD - OPG	FY 80	12/81	-	800	200	-	200	-	-	-	-	

TABLE IV PROJECT BUDGET DATA

NUMBER	PROJECT TITLE	OBLIGATION DATE		DATE OF NEXT PLANNED ROUTINE EVAL.	CYM PIPELINE AS OF 9/30/79	FY 1980			FY 1981			FY 1982 AVBL. OBLIG.	FORWARD FUNDED TO (M/YR)	FUTURE YEAR OBLIGATIONS
		INITIAL	FINAL			OBLIG.	EXPEND.	CYM PIPELINE	OBLIG.	EXPEND.	CYM PIPELINE			
519-0264	Agrarian Reform Sector Phase II	FY 81	FY 81	3/81	-	-	-	25,000	20,000	5,000	-	12/81		
519-0265	Agrarian Reform Sector Phase III	FY 82	FY 82	3/82	-	-	-	-	-	-	25,000	9/82		
	G R A N T S				-	5,000	4,450	25,000	20,550	5,000	25,000			
	L O A N S				-	-	-	-	-	-	-			
	Sub-Total ESF				-	5,000	4,450	25,000	20,550	5,000	25,000			
	TOTAL D.A. + ESF				1,458	29,939	15,172	63,565	53,767	26,023	60,000			

Project Title: Population Dynamics
Project Number: 519-0210
Proposed Funding: FY 81: \$ -.- loan; \$1,500,000 grant
LOP: \$ -.- loan; \$9,925,000 grant
Functional Account: Population Planning

Project Background: El Salvador's rate of population growth is one of the highest in the world. At the current rate, the population will double in 21 years, reaching 9 million by the year 2000. The possible ramifications of this trend in terms of food, basic services, poverty and environmental degradation are obvious. While family planning services are offered in all Ministry of Health clinics, the availability of contraceptives in rural areas is still very limited. In short, rural poor contribute most to population growth. For example, the 1978 National Contraceptive Prevalence Survey shows that 56.4% of married women in the capital city's metropolitan area were using contraceptives while only 26.2% of married women in rural areas were practicing family planning. There are encouraging signs, however, that the country may be on the verge of a major and sustained decline in fertility. In 1979, some 23,000 sterilizations were performed, and the national contraceptive prevalence rate had increased from 21.6% in 1975 to 34.4% in 1978. If the activities envisioned in this five-year project have their expected impact, contraceptive use should increase to 60% of married women by 1986, and desired family size should be reduced. The result would be a population of 8 million by the year 2000 instead of 9 million.

Project Purpose and Problems Addressed: To reduce El Salvador's annual rate of population growth from the present 3.3% to 2.4% by 1986. Activities started in FY 1980 will continue with emphasis on expanding sterilization services, community-based contraceptive distribution in 2,000 villages, and commercial retail sales of contraceptives in over 800 pharmacies and 3,000 small shops. A second national contraceptive prevalence survey to measure impact on the birth rate will start and studies will be initiated on reasons why some women are not contracepting. Other continuing activities include mass media and interpersonal promotional programs and motivational seminars for national and state-level leaders.

Host Country and Other Donors: The Government of El Salvador (GOES) will provide an estimated \$12.8 million during the life of the project. Other donors will provide \$12 million. Funds will be spent on family planning services, research, evaluation, supervision, equipment, educational campaigns, and training.

Host Country Entities: The GOES Ministry of Health, Ministry of Planning, the Salvadoran Institute of Social Security, and the Salvadoran Demographic Association.

Major Issues: None

Target Group: Primary beneficiaries will be rural women who will for the first time have access to methods which can limit their fertility.

Nationally, some 356,000 married couples will benefit directly from family planning, and the total population will benefit from the population growth decline and the subsequent higher level of economic and social development.

The estimated A.I.D. cost-per-direct beneficiary is estimated to be \$28.

Project Title: Home Economics Extensionist Training
Project Number: 519-0219 PVO: Partners of the Americas
(Louisiana-El Salvador)
Proposed Funding: FY 81 \$100,000 FY 82 \$100,000 FY 83 \$100,000
LOP \$300,000
Functional Account: Selected Development Activities - (OPG)

Project Background: It is estimated that less than 8% of the families living in rural areas of El Salvador are reached by any form of home extension services. Efforts to upgrade the living conditions, health, and nutrition of the rural poor are directly affected by the limited members of extension personnel due to the lack of a training school. This project was developed in recognition of this need after several years of exchange work in agriculture and rural development between Louisiana and El Salvador through the Partners of the Americas Program.

Project Purpose and Problems Addressed: The project seeks to develop a nutrition and home economics center to train extensionists to improve the quality of rural family life through improved food and nutrition practices, resource management and family planning acceptance. The Louisiana Partners in coordination with the El Salvador Partners will establish a permanent training facility, provide a full time center administrator, assistant and course coordinator as well as two Louisiana exchange trainers. The center will provide additional in-service training for professional home extensionists, establish basic and expanded training to qualify new extension workers and will provide seminar and short courses directly for family leaders in the immediate Center area.

At the end of the project, there will be a fully staffed and functioning national level home economics training center with a completely developed curriculum and training aids support; 120 home economics specialists will be qualified to assume responsibilities with major extension services; 360 adults from surrounding communities will have participated in center activities and have supplemented family income through improvement of home industries and gardens. The project is expected to result in diversification and production of home gardens and small animal husbandry projects, increased utilization of technology appropriate to community resources, increased skills in project planning and management on the part of community leaders, increased use of family planning services, increased awareness and implementation of preventive health measures, and in increased opportunities for women to play leadership roles, participate in income producing projects and make improvements in their family's health and wellbeing.

Host Country Entities: This project will be carried out in cooperation with the Department of La Paz, Municipality of Zacatecoluca, and the Ministry of Agriculture.

Major Issues: None

Target Group: The immediate target group of this project are the people of the Department of La Paz. It is estimated that 81% of the people in La Paz live in rural areas. Of these, 75% live in one room dwellings of

which 90% have dirt floors; only .09% have water connections. 42% of all deaths are among children under five. One-half of the children in this area only reached between 75-90% of their weight for age and almost 16.2% reached only 60-75%. The area is estimated to have 5.2% of the total population and only 1.2% of the doctors. 40.7% of all pesticide intoxication in the country is reported from La Paz, where 45% of the rural population is illiterate. Based on prior experience, each extensionist trained by this project can reach 75 rural families each with a population of 5.6 individuals; during the first three years of the project, therefore, it is projected that some 50,400 people will be reached by the graduates. These will be in addition to the 120 adults and rural leaders who will benefit from seminars and short courses at the Center itself.

Project Title: Protection of The Lava Biosphere of San Salvador
Volcano

Project Number: 519-0235 PVO: Amigos de La Tierra

Proposed Funding: FY 81: \$150,000; FY 82: \$100,000; LOP: \$250,000

Funding Account: Selected Development Activities (OPG)

Project Background: "Amigos de La Tierra" was founded in 1949 as a non-profit voluntary organization. The organization currently is composed of 782 permanent, voluntary members. Since its founding, Amigos de La Tierra has been responsible for several important activities such as the introduction of soil conservation techniques, creation of artificial lakes, rain water storage projects, and providing stimulus to the creation of the GOES Agriculture Extension and Home Economics services, conservation and creation of national and private parks (this last activity was developed in cooperation with the GOES Ministry of Agriculture and Louisiana-El Salvador Partners of the Americas). Recently, the association organized a forum panel to discuss the possible contamination of the aquifers located around the volcano of San Salvador. The aquifers, which could provide water to the city, may become polluted by garbage disposal, human invasion and lava destruction. To correct this problem, the Association is interested in developing a project called "The lava biosphere of the San Salvador or Quezaltepeque volcano."

Project Purpose and Problems Addressed: The purpose of this project is to protect the biosphere of the San Salvador volcano. Activities will consist of the partial support for establishment of an experimental conservation station aimed at testing and introducing natural insect control methods in crop protection programs in El Salvador and other measures to protect the biosphere. The project is expected to result in an increased utilization of technology appropriate to community resources, increased awareness and implementation of pollution preventive measures which in turn will create better health conditions.

Major Issues: None

Target Group: Immediate beneficiaries of the project will be the settlers living on and around the lava fields. Ultimate beneficiaries will be the land laborers as a result of improved potable water sources as well as the environmental conditions in general.

Project Title: Development of Local Government Services
Project Number: 519-0242
Proposed Funding: FY 81: \$10,000,000 loan; \$500,000 grant
FY 82: \$ 5,000,000 loan; \$ -.- grant
LOP: \$15,000,000 loan; \$500,000 grant
Functional Account: Selected Development Activities

Project Background: Most of El Salvador's 261 municipal governments are capable of providing only minimal public services because of inadequate authority and insufficient human and financial resources. Recently, the Government of El Salvador (GOES) initiated efforts to decentralize national government programs by giving local governments more authority for community, social and economic development.

Project Purpose and Problems Addressed: To strengthen the capacity of local government institutions to provide improved basic community services to both the urban and rural poor. Built upon the Basic Community Services Program initiated in FY 1980, this project will strengthen local governments by developing their capacity to plan, stimulate, and organize community level projects for the provision of such basic physical services as: the construction and operation of markets, slaughter houses, meeting halls, cemeteries, and water and electric systems; and the maintenance of streets, public buildings and public facilities. This new project will support the

improvement of municipal administrative services -- including land registration, tax collection and utilization, and civil registry.

A.I.D. will fund technical assistance in municipal organization and development, training in community development and project preparation commodity management, and limited operational support. About 400 municipal projects will be completed during the life of the project and approximately 875 infrastructure and services projects will begin during FY 1981 and FY 82.

Host Country and Other Donors: The GOES contribution to this project is estimated at \$5 million. It will finance training facilities, increased administrative staffing and commodities.

Host Country Entities: GOES Ministry of Interior

Major Issues: None

Target Group: The total population of the 240 target communities of this project is 2,520,500 -- all of whom will benefit directly or indirectly from the improved and increased public services. The estimated A.I.D. cost-per-family is \$30.

Project Title: Basic Foods Improvement and Distribution
Project Number: 519-0244
Proposed Funding: FY 82: \$6,000,000 loan; \$500,000 grant
LOP: \$6,000,000 loan; \$500,000 grant
Functional Account: Food and Nutrition

Project Background: El Salvador has one of the highest rates of malnutrition in Latin America with 74% of all pre-school children falling below standard weight for age criteria. The problem is rooted not only in a lack of income but also in chronic and seasonal food shortages due to inadequacies in the food production, processing and distribution system, inappropriate food utilization, and nutrient robbing health conditions. To confront the problem the GOES has undertaken a National Food and Nutrition Program to which this project as well as the FY 80 agrarian reform and FY 80 and 81 health activities provide support.

Project Purpose and Problems Addressed: To raise the nutritional status of low-income Salvadorans through improvement in the quality, demand, distribution, and utilization of basic foods. The project, will be coordinated through the GOES National Food and Nutrition Planning Committee, builds on actions initiated under the FY 79 Nutrition Improvement Grant. It directly addresses the key problems of food distribution and utilization in the target group, and emphasizes the optimal use of domestically produced basic

food resources. AID will provide technical assistance and training for nutrition planning; expansion of GOES food outlets; feasibility studies and construction costs for facilities to industrialize at least one food; design and implementation of a mass media nutrition education program; and planning and implementation of a community feeding program.

Host Country and Other Donors: GOES support of the National Food and Nutrition Program is expected to exceed \$3 million, and will be supplemented by other donor contributions including technical assistance from the Pan American Health Organization and the Central American Nutrition Institute, and supplementary foods from the PL 480 Title II program and the World Food Program for maternal child health and community development programs.

Host Country Entities: GOES Ministry of Planning, Ministry of Health and Ministry of Agriculture.

Major Issues: The strength and focus of GOES commitment to positive policy development and implementation in the Food and Nutrition area will need to be explored and sharpened during project design. Coordination with other donors in the project will begin in the design stage.

Target Group: The project is designed to provide improved accessibility to a nutritious diet to more than 2 million poor Salvadorans through measures to improve food quality, distribution, planning and utilization. Nutrition education and supplementary feeding activities supported by the project will directly benefit 200,000 poor rural and urban children under six and women of reproductive age.

Project Title: Public Sector Employment
Project Number: 519-0256
Proposed Funding: FY 80: \$10,000,000 loan; \$125,000 grant
FY 81: \$ 5,000,000 loan; \$ -.- grant
FY 82: \$10,000,000 loan; \$500,000 grant
LOP: \$25,000,000 loan; \$625,000 grant
Functional Account: Food and Nutrition and Selected Development Activities

Project Background: The economic and employment situation in El Salvador deteriorated drastically during 1979 and 1980. One of the major long-term aims of the new government, which took control in El Salvador on October 15, 1979, is to increase national production, employment and income. In the short-term, it is focusing on the immediate ways in which economic activity can be reactivated and employment stimulated, the basic food and health needs of the poor can be met, and basic reforms can be initiated. In order to partially assist the GOES in these efforts, this loan/grant project was authorized on March 6, 1980 with a total LOP of \$15,125,000. The Mission proposes to extend this project one additional year and to increase LOP funding to \$25,625,000 to enable the GOES to continue to implement reforms and to reduce the national rate of unemployment, thereby increasing productivity and the income of the poor.

Project Purpose and Problems Addressed: The project is designed to respond to an immediate need to stimulate economic activity and restore public confidence. Its primary purpose is to increase employment and income opportunities for un- and underemployed laborers throughout El Salvador. Its secondary, longer-term purpose is to institutionalize a system through which the GOES can make optimal use of labor-intensive public works projects to absorb surplus labor and increase incomes of the poor.

Host Country and Other Donors: The GOES contribution to the project is estimated at \$6,500,000.

Host Country Entities: Ministry of Public Works: Directorate of Roads, Directorate of Urbanization and Architecture, and National Administration of Aqueducts and Sewers. Ministry of Agriculture: Directorate of Natural Renewable Resources, and Directorate of Livestock.

Major Issues: None

Target Group: At least 65,000 persons will be employed, and will receive income supplements as a direct result of the public works financed through this project. Project beneficiaries will also include a substantial number of urban and rural poor who are currently without basic water and sewerage

services. In San Salvador alone, it is estimated that some 100,000 people living in tugurios and illegal settlements will directly benefit from the new infrastructure and services provided under this project.

Project Title: Reform and Policy Planning
Project Number: 519-0260
Proposed Funding: FY 80: -- loan; \$ 900,000 grant
FY 81: -- loan; \$ 450,000 grant
FY 82: -- loan; \$1,000,000 grant
LOP: -- loan; \$2,350,000 grant
Functional Account: Selected Development Activities

Project Background: In recent years, numerous experts and consultants have pointed out the need for basic reform in El Salvador's socio-economic structures if growth with equity is to be achieved. Shifts in economic development policies along with agrarina reform and changes in tax and fiscal policies have consistently been identified as priority areas of concern. In response, the USAID supported a number of technical cooperation and planning projects, and on April 23, 1980 authorized the two-year Reform and Policy Planning Grant Project, with a total LOP of \$1,350,000. The Mission proposes to extend this project one additional year and to increase LOP funding to \$2,350,000 to enable the GOES to continue to implement reforms and address pressing economic problems.

Project Purpose and Problems Addressed: To enable the GOES to plan and implement policies and programs addressing basic and long standing problems such as employment generation, agricultural land reform, urban development and environmental degradation.

Host Country and Other Donors: The GOES contribution to the project is estimated at \$600,000.

Host Country Entities: The Ministry of Planning, Ministry of Agriculture, Ministry of Justice and the Solicitor General for the Poor (Procuraduría General de Pobres).

Major Issues: None.

Target Group: Under Component One of the Project, Legal and Social Assistance, assistance will advance legal reforms for the protection of basic human rights as well as extend new opportunities to the underprivileged. Under Component Two, Economic Policy and Planning Support, activities are anticipated to include formulation of the government's new, reform-oriented development actions, agriculture sector support and planning for employment generation, environmental improvement and municipal development. Ultimate beneficiaries of the project will be the country's 2.7 million poor whose lives are being improved by the implementation of structural changes and the creation of a more equitable society.

Project Title: Agrarian Reform Sector Phase II
Agrarian Reform Sector Phase III

Project Numbers: 519-0264
519-0265

Proposed Funding: FY 81: \$25,000,000; FY 82: \$25,000,000

Functional Account: Economic Support Fund (ESF)

Project Background: On March 6, 1980 the Junta Revolucionaria de Gobierno (JRG) proclaimed the Basic Law of Agrarian Reform which established the basis for major structural transformation of the agricultural sector. As the first phase in this process, properties in excess of 500 hectares were intervened and campesinos were selected (first preference generally being granted to those living on or near the affected haciendas) and organized to operate these large estates as group farming enterprises with assistance from ISTA (the Salvadoran Institute of Agrarian Transformation). Some 300 farms totalling over a quarter of a million hectares and representing more than 15% of all farm land in El Salvador was thus acquired in the initial two months of the reform. On April 28 the Government moved to broaden the reform by declaring a Land-to-the-Tiller type of reform whereby all tenants, sharecroppers and farmers of other non-owner tenurial status became the owners of the land they were farming as of 1979. The effect was to create secure tenure (ownership) for an estimated 150,000 small farmers who cultivate perhaps 150,000 to 200,000 hectares. The final phase of the reform is expected to commence sometime in early 1981

when the process of intervening large haciendas resumes; it will continue until all farms in excess of the land holding ceiling (100 to 150 hectares depending upon the quality of the land) are intervened.

AID moved swiftly to support the Government's initiatives by programming assistance in areas deemed most critical to the success of the reform. To contribute to the efficacious implementation of the reform and maintain agricultural production in the reform sector, over \$20 million of assistance was provided. These efforts focused on the First Phase of the Reform (involving the organization of group farming enterprises on haciendas generally in excess of 500 hectares) and consisted of making credit available for working capital, providing institutional support for implementing the Reform, and financing training, planning and evaluation, and technical assistance in a variety of critical areas.

Project Purpose and Problems Addressed: To maintain reform sector agricultural production and promote the efficacious implementation of the agrarian reform by the GOES. The project provides for continuity in the assistance initiated in Phase I of the Agrarian Reform Sector Project of FY 80 to extend support to the reform which has been broadened and deepened by the Land-to-the-Tiller Decree and the extension of the Basic Reform to holdings between the legal land holding ceiling and 500 hectares. Accordingly, a second tranche of \$15 million will be made to capitalize a

special line of credit for working capital which will be made available through the Agricultural Development Bank (BFA) to group farming enterprises receiving lands in Phase II of the Reform. Credit needs of small farmers benefiting from the Land-to-the-Tiller Reform will be attended to by capitalizing and strengthening the BFA institutionally to serve this new clientele, principally through the vehicle of group lending in which the BFA has developed considerable experience. Assistance in campesino farm management and public sector technician training initiated in FY 80 will be continued and extended to serve the broadened reform sector. Extension services available from CENTA (the agricultural research and extension institution) and the BFA will be extended to reach land reform beneficiaries in both the group farming and small farmer subsectors. Both long and short-term technical assistance in a variety of areas will be provided - planning evaluation, farm management, accounting, marketing, training and credit. Finally, a community development project component will be initiated to mobilize communities of agrarian reform beneficiaries to undertake housing construction and improvements, construction of schools and health clinics and installation of water and electricity facilities. The project will fund materials, tools and equipment and the communities will provide their labor during slack periods when there is insufficient farm employment.

Host Country Entities: Agricultural Development Bank (BFA), Salvadoran Institute for Agrarian Transformation (ISTA), National Center for Agricultural

Training (CENCAP), National Center of Agricultural Technology (CENTA), and Directorate of Community Development (DIDECO).

Major Issues: The design of a viable community development model suitable for group farming enterprises.

Target Group: Project beneficiaries are the estimated 70,000 families of landless and near landless participants in group farming enterprises on lands acquired in Phase II of the Reform and the 150,000 or so tenant families who received land under the Land-to-the-Tiller Decree. Virtually all of these rural families fall in the AID target population defined as having annual per capita income of less than \$250 in 1976 dollars.

Project Title: Natural Resources Management
Project Number: 519-0269
Proposed Funding: FY 81: \$5,000,000 loan; \$500,000 grant
LOP: \$5,000,000 loan; \$500,000 grant
Functional Account: Agriculture, Rural Development and Nutrition

Project Background: This 5-year project will be structured so as to continue the evolution and improvement of effective conservation and extension techniques which were developed in FY 1979 under the grant funded, one-year, Small Farm Natural Resources Management project.

Project Purpose and Problems Addressed: To conserve land and water resources on environmentally vulnerable lands, concentrated in the Northern Zone of El Salvador. This project will assist individual small owner operators, as well as campesinos participating in group farming enterprises in conservation practices of land and water resources. Marginal and vulnerable lands located in both small farms and large haciendas comprising the reform sector will be the site of project work with the bulk of the project area concentrated in the Northern part of the country. The major institutional impediment to conservation has now been removed with the change in land tenure associated with the agrarian reform. With this constraint removed, the project strategy is one of developing farmer awareness of the pay off associated with conservation

and concurrently creating new farmer skills in land and water management. Farmer experimentation and adoption of sound conservation practices will be encouraged by minimizing adoption risks through provision of crop insurance which will partially offset losses associated with investments in conservation works in the initial year. Improved access to credit and inputs are expected to reinforce the incentive structure of the target population.

Host Country and Other Donors: The GOES contribution to this project is estimated at \$1,400,000.

Host Country Entities: Directorate General of Renewable Natural Resources (DGRNR) of the Ministry of Agriculture (MAG).

Major Issues: The feasibility to create adequate incentives required for wide scale adoption of conservation practices by the target population.

Target Group: This project will assist some 300,000 farmers conserve land and water resources on 500,000 hectares of land.

Project Title: Salvadoran Red Cross
Project Number: 519-0270 PVO: Salvadoran Red Cross
Proposed Funding: FY 81: \$200,000; FY 82: \$270,000; LOP: \$470,000
Functional Account: Selected Development Activities (OPG)

Project Background: Since the beginning of its activities, the Salvadoran Red Cross has provided free services to the Salvadoran community through emergency clinics and ambulance service. These services costs \$160,000 per year to the institution. According to local Red Cross statistics, in the past ten years these services have increased three fold due to the increase in population in the country.

Project Purpose and Problems Addressed: The project seeks to improve the capacity of the Salvadoran Red Cross to provide services to the community. The ambulance service offered by the Red Cross is particularly important to the community as hospitals, except for the Salvadoran Institute of Social Security, do not have this type of service. The Executive Council and the National Assistance Committee have established as a plan with high priority the provision of a goal of providing ambulances to all 42 chapters in the country. Ten ambulances have been obtained from other National Red Cross Societies but 60 more are needed if service is to be provided throughout El Salvador. This proposed grant will provide for their purchase.

Host Country and Other Donors: The Red Cross contribution to this project is estimated at \$200,000.

Host Country Entities: The International League of Red Cross Societies.

Major Issues: None

Target Group: Beneficiaries of the project will be the country's poor, as the Red Cross will be in a better position to offer free services throughout the country. These services include: ambulance service for the wounded or sick; emergency services in the event of fire, floods or public disorders; services during sport events, and public gatherings; and highway services especially during weekends and holidays.

Project Title: Development Bank
Project Number: 519-0271
Proposed Funding: FY 82: \$9,000,000 loan; \$500,000 grant
LOP: \$9,000,000 loan; \$500,000 grant
Functional Account: Selected Development Activities

Project Background: The present economic situation in El Salvador is bleak . The country is experiencing massive unemployment, balance of payments deficits, loss of international reserves, a decline in real GDP, and an accelerated increase in the consumer price level. Little if any improvement is expected in the next one to two years - in fact the situation might well deteriorate still further.

To reverse this trend will require political stability, public order, large contributions from international lending organizations, and the restoration of private sector confidence and investment. It is the latter to which this project is addressed.

Project Purpose and Problems Addressed: This project, which is intended to provide medium and long-term investment credit to private entrepreneurs, is a complement to the Small Producer Loan, (Project 519-0229) which provides assistance to micro and artisan industries through the two agencies FEDECACES and FEDECCREDITO. The Development Bank Project, however, is directed to a rejuvenation of the private sector through lending to highly productive labor

intensive small and medium sized enterprises that would be unable to obtain loans from other sources. Recipients of loans will not be restricted to the rural or agro-business sector but will be selected on the basis of productivity and employment generation potential. Grant funds will provide a limited amount of technical assistance during the Bank's first year of operation.

Host Country Entities: Ministry of Finance, Salvadoran Institute of Industrial Development.

Major Issues: The major issue is the role that the private sector will be allowed to play in the economy of El Salvador. Recent statements by GOES officials are encouraging. Private sector representatives are guardedly optimistic. Other issues involve the degree to which the GOES would contribute to the capitalization of such a bank and the extent to which other external donors will contribute to project once established.

Target Group: Since this project is in the early stages of project design the number of beneficiaries is unknown. To the extent, however, that this project contributes to a revitalization of the private sector in El Salvador that number will no doubt be impressive.

DECISION PACKAGE NARRATIVE - MINIMUM

The Mission has determined that given the magnitude of the problems facing El Salvador that any level of assistance below the current level, that is \$18 million in DA funds supplemented by ESF and Title I funds would not make an adequate contribution toward achieving U.S. and GOES development goals. Accordingly we are submitting only two decision packages the Minimum and AAPL.

El Salvador is faced with a host of economic, social and political problems as set forth in our recent CDSS and subsequent reports. These include declining private investment and production, capital flight and declining foreign exchange reserves, declining revenues and increasing public sector deficits, a near suspension of private sector construction, growing shortages of consumer and investment goods, and rapidly increasing unemployment.

Within this extremely difficult economic environment the GOES has introduced a number of important reforms including the nationalization of the private banking system and the nationalization of the major agricultural export products. The cornerstone of the GOES' policy, however, is agrarian reform. This reform is far reaching and if successful will transform the economic and social fabric of El Salvador.

If unsuccessful it will result in economic disaster and further political radicalization. The overriding concern therefore of our FY 1982 program is to continue and intensify our efforts begun in FY 1980 to assist the GOES in carrying out its agrarian reform program. These efforts will be directed particularly toward maintaining production levels of expropriated lands. This will require, among other things, organizing an effective credit system to replace working capital formerly supplied by individual owners, and improving the farm planning and management capability of campesino associations to manage the expropriated estates. In addition, problems of land titling, land payment amortization, and reform training for beneficiaries will be addressed.

As a result of our assistance we expect that agricultural production on intervened farms will have been maintained, ownership of intervened farms will have been transferred to campesino associations or to individual campesinos, the relevant GOES agencies will have the staff and institutional capacity to provide services to the reform sector.

Other projects such as the Reform and Policy Planning Project and the Development of Local Government Services Project will assist the GOES in continuing such reform efforts as legal assistance to the poor, economic reforms to regenerate the economy and the decentralization of local government.

We are aware that, as necessary as they are, neither agrarian reform nor other reform measures will, of themselves, solve El Salvador's critical need for large scale job creation. This will require political stability, public order, a restoration and increase in private sector investment, and large contributions from international lending organizations. To assist in this effort, however, we are proposing one project at the Minimum level, the Development Bank Project which is directed toward generating employment through assistance to small scale labor intensive industries.

DECISION PACKAGE - AAPL

Even the more optimistic economic projections for El Salvador indicate that massive unemployment will continue to be a major problem. Despite an expected increase in private sector employment, labor intensive public works projects will be necessary to absorb surplus labor and increase incomes of the poor. Funding at the AAPL level will permit an additional year's funding of the Public Sector Employment Project to alleviate this critical problem as well as provide basic services such as water and sewerage to residents of settlements presently lacking such services. Funding at the AAPL level will also permit initiating programs directed to raising the nutritional status of the poor through increased basic foods production, an improved food processing and distribution system, and the optimal use of domestically produced basic foods.

DECISION UNIT		EL SALVADOR		WORKFORCE (Number of Positions)			
DECISION UNIT	PROGRAM FUNDING (\$000)	USDH		FNDH			
		INCR	CUM	INCR	CUM		
ACTIVITY	PIPELINE/ ONGOING/ NEW	LOAN/ GRANT	APPROP. ACCT.	INCR	CUM	INCR	CUM
Foundation (OPG)	P	G	FN	(27)	(27)		
aters (OPG)	P	G	FN	(77)	(104)		
velopment	P	G	FN	(350)	(454)		
velopment	P	L	FN	(6,540)	(6,994)		
al Govt. Services	P	G	SD	(200)	(7,194)		
Urban Health	P	G	HE	(300)	(7,494)		
Urban Health	P	L	HE	(3,000)	(10,494)		
y Improvement	P	G	FN	(220)	(10,714)		
y Improvement	P	L	FN	(1,200)	(11,914)		
y Improvement	P	G	SD	(130)	(12,044)		
y Improvement	P	L	SD	(2,700)	(14,744)		
ion	P	G	FN	(51)	(14,795)		
ion	P	G	HE	(100)	(14,895)		
loyment	P	G	SD	(45)	(14,940)		
loyment	P	L	SD	(1,000)	(15,940)		
r Phase II - ESF	P	G	ESF	(5,000)	(20,940)		
Management	P	G	FN	(250)	(21,198)		
Management	P	L	FN	(4,200)	(25,398)		
					(25,390)		
ector Phase III	N	G	ESF	25,000	25,000		
				(25,000)	25,000		
Planning	O	G	SD	1,000	26,000		
				(3,000)	26,000		
cal Govt. Services	O	L	SD	5,000	31,000		

RANK	DECISION PACKAGES/PROGRAM ACTIVITY	PIPELINE/ ONGOING/ NEW	LOAN/ GRANT	APPROP. ACCT.	PROGRAM FUNDING (\$000)		WORKFORCE (Number of Positions)						
					INCR	CUM	USDH		FNDH				
							INCR	CUM	INCR	CUM			
6	519-0271 Development Bank	N	G	SD	500	31,500							
7	519-0271 Development Bank	N	L	SD	9,000	40,500							
8	519-0210 Population Dynamics	O	G	PN	1,500	42,000							
9	519-0167 Food and Nutrition Tech. Support	O	G	FN	100	42,100							
10	519-0235 Amigos de la Tierra - OPG	O	G	SD	100	42,200							
11	519-0177 S.D.A. Technical Support	O	G	SD	50	42,250							
12	519-0094 Special Development Activities	O	G	SD	100	42,350							
13	519-0178 Health Technical Support	O	G	HE	100	42,450							
14	519-0270 Salvadoran Red Cross - OPG	O	G	SD	270	42,720							
15	519-0181 Population Technical Support	O	G	PN	10	42,730							
16	519-0222 La Leche League	O	G	FN	170	42,900							
17	519-0219 Partners of the Americas - OPG	O	G	SD	100	43,000							
18	Basic Workforce				-	43,000		23	42				42
19	Workforce Increment for Project Design				-	43,000		0	23				42
	Total Minimum Package and Related Workforce				43,000								
	<u>DECISION PACKAGE AAPL</u>												
20	519-0256 Public Sector Employment	O	L	FN	4,000	47,000							
21	519-0256 Public Sector Employment	O	G	SD	500	47,500							
22	519-0256 Public Sector Employment	O	L	SD	6,000	53,500							
23	519-0244 Basic Food Improvement & Distrib.	N	L	FN	500	54,000							
24	519-0244 Basic Food Improvement & Distrib.	N	L	FN	6,000	60,000							
25	Program Office Workforce Increment												
	Total AAPL Package and Related Workforce							0	23		0		42

**TABLE VI
PROJECT SUMMARY**

NUMBER OF PROJECTS

	FY 79	FY 80	FY 81	FY 82 MIN	FY 82 CURR	FY 82 AAPL
IMPLEMENTATION AT BEGINNING OF YEAR.....	17	19	20	16	-	17
MOVING FROM DESIGN TO IMPLEMENTATION DURING YEAR.....	6	7	7	1	-	2
DESIGN FOR FUTURE YEAR IMPLEMENTATION.....	7	7	2	4	-	4
SUBTOTAL.....	30	33	29	21	-	23
NUMBER OF NON-PROJECT ACTIVITIES.....	1	1	1	2	-	2
TOTAL.....	31	34	30	23	-	25

IMPLEMENTATION AT BEGINNING OF YEAR.....
 MOVING FROM DESIGN TO IMPLEMENTATION DURING YEAR.....
 DESIGN FOR FUTURE YEAR IMPLEMENTATION.....
SUBTOTAL.....
 NUMBER OF NON-PROJECT ACTIVITIES.....
TOTAL.....

NUMBER OF PROJECTS MOVING FROM DESIGN TO IMPLEMENTATION BY PROJECT SIZE

AID'S CONTRIBUTION TO LIFE OF PROJECT COST

	FY 79	FY 80	FY 81	FY 82 MIN	FY 82 CURR	FY 82 AAPL
LESS THAN \$1 MILLION.....	5	4	3	-	-	-
\$1 TO \$5 MILLION.....	1	-	2	-	-	-
\$5 TO \$15 MILLION.....	-	3	2	1	-	2
\$15 TO \$25 MILLION.....	-	-	-	-	-	-
MORE THAN \$25 MILLION.....	-	-	-	-	-	-

LESS THAN \$1 MILLION.....
 \$1 TO \$5 MILLION.....
 \$5 TO \$15 MILLION.....
 \$15 TO \$25 MILLION.....
 MORE THAN \$25 MILLION.....

**TABLE VII
OPERATING EXPENSE FUNDED PERSONNEL
YEAR END POSITIONS**

FUNCTIONS	FY 79				FY 80				FY 81			
	USDH	FNDH	US CONT	FN CONT	USDH	FNDH	US CONT	FN CONT	USDH	FNDH	US CONT	FN CONT
<u>Executive Direction</u>	3	2	-0-	-0-	3	2	-0-	-0-	3	2	-0-	-0-
<u>Program Planning</u>	3	5	-0-	-0-	2	5	-0-	-0-	3	5	-0-	-0-
<u>Project Design</u>	2	4	-0-	-0-	2	5	-0-	-0-	3	5	-0-	-0-
<u>Project Implementation</u>	9	13	-0-	-0-	8	19	-0-	-0-	11	19	-0-	-0-
<u>Financial Management</u>	1	7	-0-	-0-	1	7	-0-	-0-	2	7	-0-	-0-
<u>Mission Support</u>	1	3	-0-	4	1	4	-0-	3	1	4	-0-	3
<u>Non Mission Specific</u>												
TOTAL.....	19	34	-0-	4	17	42	-0-	3	23	42	-0-	3
PLUS: PASAs (OE & Program)	-0-				-0-				-0-			
LESS: JAO Details	-0-				-0-				-0-			
MODE Required	19	1			17	-0-			23	2		

IDIs

IDIs

IDIs

TABLE VIII

OPERATING EXPENSE SUMMARY

	FY 1979			FY 1980			FY 1981		
	(\$000's)	Related Workyear	Unit Cost	(\$000's)	Related Workyear	Unit Cost	(\$000's)	Related Workyear	Unit Cost
COST SUMMARIES									
US Direct Hire	869	20	43	835	14	60	995	21	47
FN Direct Hire	253	32	8	375	37	10	483	42	11
US Contract Pers.	-	-	-	-	-	-	-	-	-
FN Contract Pers.	8	4	2	12	3	4	12	3	4
Housing Expense	233	-	-	140	-	-	247	-	-
Office Operations	264	XX	XX	356	XX	XX	247	XX	XX
Total Budget	1627	XXX	XXX	1718	XX	XX	1984	XX	XX
Mission Allotment	872	XXX	XXX	1017	XX	XX	1014	XX	XX
FAAS	-	XXX	XXX	77	XX	XX	32	XX	XX
Trust Fund	-	XXX	XXX	-	XX	XX	-	XX	XX

TABLE VIII

	FY 1982 MINIMUM		FY 1982 CURRENT		FY 1982 AAPL				
	(\$000's)	Related Workyear	Unit Cost	(000's)	Related Workyear	Unit Cost	(\$000's)	Related Workyear	Unit Cost
<u>COST SUMMARIES</u>									
US Direct Hire	1144	23	50				1144	23	50
FN Direct Hire	493	42	12				493	42	12
US Contract Pers.	-	-	-				-	-	-
FN Contract Pers.	12	3	4				12	3	4
Housing Expense	205	24	9				205	24	9
Office Operations	216	xx	xx		xx	xx	216	xx	xx
Total Budget	2070	xx	xx		xx	xx	2070	xx	xx
Mission Allotment	1142	xx	xx		xx	xx	1142	xx	xx
FAAS	39	xx	xx		xx	xx	39	xx	xx
Trust Fund	-	xx	xx		xx	xx	-	xx	xx

ATTACHMENT TO TABLE VIII
OPERATING EXPENSE SUMMARY

This attachment to Table VIII is presented to provide the rationale for the Operating Expense Budgets for FY 81 and FY 82.

Five budgets have been prepared thus far in FY 80 in which we have made assumptions based as much on reality as possible given the constantly changing situation in El Salvador. The Approved Budget Level for FY 80 is \$1.017 million and we believe, barring further upheavals, that this is realistic.

The total budget for FY 81 increases by 15% over FY 80 due to increased USDH and FNDH staff. The staffing requirements exceed the authorized ceiling by 3 USDH and 6 FNDH for FY 81 and 82. The size, importance and diversity of the program require people if it is to be implemented and monitored effectively. The 42 FNDH positions include 2 PIT positions which will be filled by Americans.

We have assumed that dependents will not be allowed to return to post until FY 82. Separate maintenance allowances and 2 visitation trips per year for married employees have been included in the budget. Rental of Office space is also included through mid FY 81 because it is doubtful that the Embassy will have the additional space required before that time.

We have budgeted for additional office equipment, residential furnishings and vehicles required for an expanded staff.

The Mission allotment required for FY 81 is \$3,000 less than that required by FY 80.

FY 82 Minimum and AAPL are equal in personnel and operating expenses.

The FY 82 total budget increase over FY 81 is 4%, although the Mission allotment requirement increases by 13%. This Mission allotment increase is due to homeleave of 18 USDH and assumes dependents return to post thus increasing assignment to post costs for additional shipments of HHE, as well as educational allowances and travel. Office rent decreases although warehouse space and office equipment rental are included.

Line item budgets for FY 81 and FY 82 are presented to support Table VIII.

FY 1982
1982 BUDGET SUBMISSION PREPARED 5/80

<u>Line No.</u>	<u>Units</u>	<u>Amount</u>
01		<u>1144</u>
02	23	815
04	23	147
07	15	18
08	-	57
09	-	17
10	-	10
11	-	46
12	18	15
13	18	6
14	10	5
15	14	8
17		<u>493</u>
18	42	454
19	-	8
21	-	31
27	-	<u>12</u>
28	3	12
30		<u>205</u>
31	1	3
32	1	1
33	1	1
34	22	164
35	2	19
36	2	3
37	1	9
38	-	1
39	-	1
40	-	1
41	-	2

<u>Line No.</u>	<u>Units</u>	<u>Amount</u>
42		<u>216</u>
43	-	32
44	-	1
45	-	4
46	-	2
47	-	1
48	-	1
49	-	15
50	-	23
51	-	1
52	-	45
53	-	5
55	2	16
56	2	1
57	-	15
58	-	39
59	-	<u>15</u>
60	-	2070
61	-	815
62	-	74
63	-	<u>39</u>
65		1142

FY 1981 OPERATING EXPENSES
for
FY 1982 ANNUAL BUDGET SUBMISSION

<u>Line No.</u>	<u>Units</u>	<u>Amount</u>
01	-	<u>995</u>
02	21	740
04	21	131
08	21	52
09	21	16
10	9	5
11	9	27
12	2	2
13	2	1
15	14	7
16	-	14
17	-	<u>483</u>
18	42	445
19	-	8
21	-	30
27	-	<u>12</u>
28	3	12
30	-	<u>247</u>
31	1	3
32	1	1
33	1	1
34	-	183
35	4	38
36	-	7
37	1	9
38	-	1
39	-	1
40	-	1
41	-	2

<u>Line No.</u>	<u>Units</u>	<u>Amount</u>
42	-	<u>247</u>
43	2	45
44	-	1
45	-	5
46	-	7
47	-	5
48	-	7
49	-	15
50	-	23
52	-	45
53	-	5
55	3	24
56	3	3
57	-	15
58	-	32
59	-	15
60	-	1984
61	-	871
62	-	67
63	-	<u>32</u>
65	-	1014

FUNCTION/ORGANIZATIONAL UNIT/ POSITION TITLE/PROFESSIONAL SPECIALITY	NUMBER OF POSITIONS													
	FY 1980		FY 1981		Minimum				FY 1982 Current				AAPL	
	USDH	FNDH	USDH	FNDH	USDH	FNDH	USDH	FNDH	USDH	FNDH	USDH	FNDH	USDH	FNDH
<u>EXECUTIVE DIRECTION</u>														
<u>DIRECTOR'S OFFICE</u>														
Director	1		1											
Assistant Director	1		1											
All Other (Non-Professional)	1	2	1	2	1	2	1	2	1	2	1	2	1	2
Subtotal Executive Direction	3	2	3	2	3	2	3	2	3	2	3	2	3	2
<u>PROGRAM PLANNING</u>														
<u>OFFICE OF DEVELOPMENT PLANNING</u>														
Program Officer	1		1											
Deputy Program Officer	1		1											
Program Economist			1											
Program Specialist (Generalist)		1		1										1
Participant Training Assistant		1		1										1
Economic Specialist		1		1										1
All Other (Non-Professional)		2		2										2
Subtotal Program Planning	2	5	3	5	3	5	3	5	3	5	3	5	3	5
<u>PROJECT DESIGN AND IMPLEMENTATION</u>														
<u>OFFICE OF CAPITAL RESOURCES DEVELOPMENT</u>														
Capital Resources Development Officer	1		1											
Assistant Capital Resources Development Officer			1											
Capital Projects Development Officer	1		1											
Development Loan Specialist		1		1										1
Engineer (General)		1		1										1
Engineering Inspector		1		1										1
Engineering Assistant		1		1										1
All Other (Non-Professional)		1		1										1

(By Function, Organizational Unit, Position Title and Professional Speciality)

FUNCTION/ORGANIZATIONAL UNIT/ POSITION TITLE/PROFESSIONAL SPECIALITY	NUMBER OF POSITIONS											
	FY 1980			FY 1981			FY 1982			Current		
	Minimum		AAPEL	Minimum		AAPEL	Minimum		AAPEL	Minimum		AAPEL
	USDH	FNDH	USDH	FNDH	USDH	FNDH	USDH	FNDH	USDH	FNDH	USDH	FNDH
<u>PROJECT DESIGN AND IMPLEMENTATION (Cont'd)</u>												
<u>OFFICE OF RURAL DEVELOPMENT</u>												
Agricultural Development Officer	1		1		1		1		1		1	
Assistant Agricultural Development Officer	1		1		1		1		1		1	
Agricultural Economist	1		1		1		1		1		1	
Project Manager												
IDI Agricultural (Generalist)		3		3		3		3		3		3
Agricultural Specialist		1		1		1		1		1		1
Agricultural Economic Specialist		2		2		2		2		2		2
All Other (Non-Professional)												
<u>OFFICE OF HEALTH AND POPULATION</u>												
Health/Family Planning Development Officer	1		1		1		1		1		1	
Population Advisor	1		1		1		1		1		1	
Program Specialist (Generalist)		2		2		2		2		2		2
Program Specialist (Food for Peace)		1		1		1		1		1		1
Program Assistant (Generalist)		1		1		1		1		1		1
All Other (Non-Professional)		2		2		2		2		2		2
<u>GENERAL DEVELOPMENT OFFICE</u>												
General Development Officer	1		1		1		1		1		1	
Assistant General Development Officer	1		1		1		1		1		1	
Housing Advisor	1		1		1		1		1		1	
IDI Urban Development												
Program Specialist (General)		2		2		2		2		2		2
Program Assistant		1		1		1		1		1		1
All Other (Non-Professional)		1		1		1		1		1		1
<u>OFFICE OF HUMAN RESOURCES</u>												
Program Specialist (Education)		1		1		1		1		1		1
Program Assistant (Education)		1		1		1		1		1		1
All Other (Non-Professional)		1		1		1		1		1		1
Subtotal Project Design and Implementation	10	24	14	24	14	24	14	24	14	24	14	24

(By Function, Organizational Unit, Position Title and Professional Speciality)

FUNCTION/ORGANIZATIONAL UNIT/ POSITION TITLE/PROFESSIONAL SPECIALITY	NUMBER OF POSITIONS												
	FY 1980		FY 1981		FY 1982 - Current				AAPL				
	Minimum		Current		Current		Current		Current				
	USDH	FNDH	USDH	FNDH	USDH	FNDH	USDH	FNDH	USDH	FNDH			
<u>FINANCIAL MANAGEMENT</u>													
<u>OFFICE OF THE CONTROLLER</u>													
Controller	1												
Financial Analyst		1	1									1	
Financial Program Specialist		1	1	1								1	
Budget Analyst		3	3	3								3	
Accounting Technician		1	1	1								1	
Accounts Maintenance Clerk		1	1	1								1	
All Other (Non-Professional)													1
Subtotal Financial Management	1	7	2	7								2	7
<u>MISSION SUPPORT</u>													
<u>MANAGEMENT OFFICE</u>													
Management Officer	1		1	1								1	1
Management Support Specialist		3		3									3
All Other (Non-Professional)													
Subtotal Administrative Support	1	4	1	4								1	4
Total Increment	17	42	23	42								23	42
Cumulative Total	17	42	23	42								23	42

FY 1982 ANNUAL BUDGET SUBMISSION
PROJECT BUDGETS AND OBLIGATIONS
TO MEET SPECIAL CONCERNS
(THOUSANDS OF DOLLARS)

TABLE X

DECISION UNIT: 519 EL SALVADOR

PROJECT NUMBER AND TITLE: 5190182 NUTRITION IMPROVEMENT APPROPRIATION: AGRICULTURE, RURAL DEV. AND NUTRITION

A. BUDGET IN CP: FY 1980 - \$ 161 BUDGET IN ABS: FY 1980 - \$ 0
 FY 1981 - \$ 0
 FY 1982 - MINIMUM: \$ 0 CURRENT: \$ 0 APL: \$ 0

R. OBLIGATIONS TO MEET SPECIAL CONCERNS:

A/P	SUB-	1980 BUDGET	1981 BUDGET	1982 BUDGET
ITEM	CONCERN CODE	IN CP	IN ABS	IN ABS
1604	ENVR	\$ 127	\$ 0	\$ 0
				MINIMUM: \$ 0
				CURRENT: \$ 0
				APL: \$ 0

PROJECT NUMBER AND TITLE: 5190197 TECHNOSERVE - OPG APPROPRIATION: SELECTED DEVELOPMENT ACTIVITIES

A. BUDGET IN CP: FY 1980 - \$ 80 BUDGET IN ABS: FY 1980 - \$ 80
 FY 1981 - \$ 0
 FY 1982 - MINIMUM: \$ 0 CURRENT: \$ 0 APL: \$ 0

R. OBLIGATIONS TO MEET SPECIAL CONCERNS:

A/P	SUB-	1980 BUDGET	1981 BUDGET	1982 BUDGET
ITEM	CONCERN CODE	IN CP	IN ABS	IN ABS
1602	PV00	\$ 80	\$ 0	\$ 0
				MINIMUM: \$ 0
				CURRENT: \$ 0
				APL: \$ 0

FY 1982 ANNUAL BUDGET SUBMISSION
PROJECT BUDGETS AND OBLIGATIONS
TO MEET SPECIAL CONCERNS
(THOUSANDS OF DOLLARS)

PROJECT NUMBER AND TITLE: 5150215 SAVE THE CHILDREN - OPG APPROPRIATION: AGRICULTURE, RURAL DEV. AND NUTRITION

A. BUDGET IN CP: FY 1980 - \$ 0 BUDGET IN ABS: FY 1980 - \$ 0
 FY 1981 - \$ 250 FY 1981 - \$ 77
 FY 1982 - MINIMUM: \$ 0 CURRENT: \$ 0 AACL: \$ 0

B. OBLIGATIONS TO MEET SPECIAL CONCERNS:

ADP	SUB-	1980 BUDGET	1981 BUDGET	1982 BUDGET
ITEM	CONCERN CODE	IN CP	IN ABS	IN ABS
135	PV00	\$ 0	\$ 250	\$ 77
				MINIMUM: \$ 0
				CURRENT: \$ 0
				AACL: \$ 0

PROJECT NUMBER AND TITLE: 5150219 PARTNEKS FOR THE AMERICAS - OPG APPROPRIATION: SELECTED DEVELOPMENT ACTIVITIES

A. BUDGET IN CP: FY 1980 - \$ 0 BUDGET IN ABS: FY 1980 - \$ 0
 FY 1981 - \$ 0 FY 1981 - \$ 100
 FY 1982 - MINIMUM: \$ 100 CURRENT: \$ 0 AACL: \$ 100

B. OBLIGATIONS TO MEET SPECIAL CONCERNS:

ADP	SUB-	1980 BUDGET	1981 BUDGET	1982 BUDGET
ITEM	CONCERN CODE	IN CP	IN ABS	IN ABS
152	PV00	\$ 0	\$ 0	\$ 100
				MINIMUM: \$ 100
				CURRENT: \$ 0
				AACL: \$ 100

FY 1982 ANNUAL BUDGET SUBMISSION
PROJECT BUDGETS AND OBLIGATIONS
TO MEET SPECIAL CONCERNS
(THOUSANDS OF DOLLARS)

PROJECT NUMBER AND TITLE: 5190221 CENTRO JOSE SIMEON LANAS - OPG APPROPRIATION: SELECTED DEVELOPMENT ACTIVITIES

A. BUDGET IN CP: FY 1980 - \$ 70 BUDGET IN ABS: FY 1980 - \$ 0
 FY 1981 - \$ 0 FY 1981 - \$ 0
 FY 1982 - MINIMUM: \$ 0 CURRENT: \$ 0 APPL: \$ 0

3. OBLIGATIONS TO MEET SPECIAL CONCERNS:

ADP ITEM	SUR- CONCERN CODE	1980 BUDGET IN CP	1980 BUDGET IN ABS	1981 BUDGET IN CP	1981 BUDGET IN ABS	1982 BUDGET IN ABS MINIMUM:	1982 BUDGET IN ABS CURRENT:	APPL:
2054	PV00	\$ 70	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
2097	W1D	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

PROJECT NUMBER AND TITLE: 5190222 LA LECHE LEAGUE - OPG APPROPRIATION: AGRICULTURE, RURAL DEV. AND NUTRITION

A. BUDGET IN CP: FY 1980 - \$ 200 BUDGET IN ABS: FY 1980 - \$ 200
 FY 1981 - \$ 150 FY 1981 - \$ 118
 FY 1982 - MINIMUM: \$ 170 CURRENT: \$ 0 APPL: \$ 170

3. OBLIGATIONS TO MEET SPECIAL CONCERNS:

ADP ITEM	SUR- CONCERN CODE	1980 BUDGET IN CP	1980 BUDGET IN ABS	1981 BUDGET IN CP	1981 BUDGET IN ABS	1982 BUDGET IN ABS MINIMUM:	1982 BUDGET IN ABS CURRENT:	APPL:
134	PV00	\$ 200	\$ 200	\$ 150	\$ 118	\$ 170	\$ 0	\$ 170

FY 1982 ANNUAL BUDGET SUBMISSION
PROJECT BUDGETS AND OBLIGATIONS
TO MEET SPECIAL CONCERNS
(THOUSANDS OF DOLLARS)

PROJECT NUMBER AND TITLE: 5190223 LEAGUE OF HUMAN VOTERS - UPG APPROPRIATION: SELECTED DEVELOPMENT ACTIVITIES

A. BUDGET IN CP: FY 1980 - \$ 50 BUDGET IN ABS: FY 1980 - \$ 120
 FY 1981 - \$ 0 FY 1981 - \$ 134
 FY 1982 - MINIMUM: \$ 0 CURRENT: \$ 0 APL: \$ 0

B. OBLIGATIONS TO MEET SPECIAL CONCERNS:

ADP ITEM	CONCERN CODE	1980 BUDGET IN CP	1980 BUDGET IN ABS	1981 BUDGET IN CP	1981 BUDGET IN ABS	1982 BUDGET IN ABS MINIMUM:	1982 BUDGET IN ABS CURRENT:	APL:
131	PV00	\$ 50	\$ 120	\$ 0	\$ 134	\$ 0	\$ 0	\$ 0

PROJECT NUMBER AND TITLE: 5190224 INTERNATIONAL EYE FOUNDATION - UPG APPROPRIATION: HEALTH

A. BUDGET IN CP: FY 1980 - \$ 0 BUDGET IN ABS: FY 1980 - \$ 0
 FY 1981 - \$ 0 FY 1981 - \$ 0
 FY 1982 - MINIMUM: \$ 0 CURRENT: \$ 0 APL: \$ 0

B. OBLIGATIONS TO MEET SPECIAL CONCERNS:

ADP ITEM	CONCERN CODE	1980 BUDGET IN CP	1980 BUDGET IN ABS	1981 BUDGET IN CP	1981 BUDGET IN ABS	1982 BUDGET IN ABS MINIMUM:	1982 BUDGET IN ABS CURRENT:	APL:
133	FV00	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

FY 1982 ANNUAL BUDGET SUBMISSION
PROJECT BUDGETS AND OBLIGATIONS
TO MEET SPECIAL CONCERNS
(THOUSANDS OF DOLLARS)

PROJECT NUMBER AND TITLE: 5190234 WORLD VISION - OPG APPROPRIATION: SELECTED DEVELOPMENT ACTIVITIES

A. BUDGET IN CP: FY 1980 - \$ 0 BUDGET IN ABS: FY 1980 - \$ 0
 FY 1981 - \$ 0
 FY 1982 - MINIMUM: \$ 0 CURRENT: \$ 0 APL: \$ 0

B. OBLIGATIONS TO MEET SPECIAL CONCERNS:

ADP ITEM CONCERN CODE	SUB-	1980 BUDGET IN CP	1980 BUDGET IN ABS	1981 BUDGET IN CP	1981 BUDGET IN ABS	1982 BUDGET IN ABS MINIMUM	1982 BUDGET IN ABS CURRENT	APPL
130 PV00		\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

PROJECT NUMBER AND TITLE: 273 5190237 SAN LUCAS CENTER II - OPG APPROPRIATION: HEALTH

A. BUDGET IN CP: FY 1980 - \$ 49 BUDGET IN ABS: FY 1980 - \$ 49
 FY 1981 - \$ 50
 FY 1982 - MINIMUM: \$ 0 CURRENT: \$ 0 APL: \$ 0

B. OBLIGATIONS TO MEET SPECIAL CONCERNS:

ADP ITEM CONCERN CODE	SUB-	1980 BUDGET IN CP	1980 BUDGET IN ABS	1981 BUDGET IN CP	1981 BUDGET IN ABS	1982 BUDGET IN ABS MINIMUM	1982 BUDGET IN ABS CURRENT	APPL
2F55 PV00		\$ 49	\$ 49	\$ 50	\$ 0	\$ 0	\$ 0	\$ 0

FY 1982 ANNUAL BUDGET SUBMISSION
PROJECT BUDGETS AND OBLIGATIONS
TO MEET SPECIAL CONCERNS
(THOUSANDS OF DOLLARS)

PROJECT NUMBER AND TITLE: 5190250 TRADE UNION NUTRITION - UPG APPROPRIATION: AGRICULTURE, RURAL DEV. AND NUTRITION

A. BUDGET IN CP: FY 1980 - \$ 100 BUDGET IN ABS: FY 1980 - \$ 100
 FY 1981 - \$ 0
 FY 1982 - MINIMUM: \$ 0 CURRENT: \$ 0 APL: \$ 0

S. OBLIGATIONS TO MEET SPECIAL CONCERNS:

ADP ITEM CONCERN CODE	1980 BUDGET IN CP	1980 BUDGET IN ABS	1981 RUDGET IN CP	1981 RUDGET IN ABS	1982 RUDGET IN ABS MINIMUM	1982 RUDGET IN ABS CURRENT	1982 RUDGET IN ABS APL
2650 PV00	\$ 100	\$ 100	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

PROJECT NUMBER AND TITLE: 5190251 MARGINAL COMMUNITY IMPROVEMENT APPROPRIATION: SELECTED DEVELOPMENT ACTIVITIES

A. BUDGET IN CP: FY 1980 - \$ 2500 BUDGET IN ABS: FY 1980 - \$ 5,025
 FY 1981 - \$ 0
 FY 1982 - MINIMUM: \$ 0 CURRENT: \$ 0 APL: \$ 0

R. OBLIGATIONS TO MEET SPECIAL CONCERNS:

ADP ITEM CONCERN CODE	1980 BUDGET IN CP	1980 BUDGET IN ABS	1981 RUDGET IN CP	1981 RUDGET IN ABS	1982 BUDGET IN ABS MINIMUM	1982 BUDGET IN ABS CURRENT	1982 BUDGET IN ABS APL
2626 ENVF 4	\$ 550	\$ 550	\$ 0	\$ 500	\$ 0	\$ 0	\$ 0

TABLE X SPECIAL CONCERNS
ADDITIONAL PROJECTS

PROJECT NUMBER AND TITLE	APPROP	CONCERN CODE		FUNDING FOR SPECIAL CONCERN (\$000)				AAPL
		PRIME	SUB 1/ SUB 2	FY 1980	FY 1981	FY 1982		
						MINIMUM	CURRENT	
519-0235 Amigos de la Tierra - OPG	SD	PVOL		-	150	100	-	100
519-0256 Public Sector Employment	FN/SD	ENVR	3	5,000	2,000	-	-	5,000
519-0260 Reform and Policy Planning	EH/SD	HRTS		630	200	500	-	500
519-0269 Natural Resources Management	FN	ENVR	4	-	5,500	-	-	-
519-0270 Salvadoran Red Cross - OPG	SD	PVOL		-	200	270	-	270

1/ Use only for Environment Activities

TABLE XI

Country: El Salvador
 P.L. 480 TITLE I/III REQUIREMENTS
 (Dollars in Millions, Tonnage in Thousands)

COMMODITIES	FY 1980			Estimated FY 1981			Projected FY 1982			Carry Into FY 1983 \$ MT
	Agreement \$ MT	Shipments \$ MT	Carry Into FY 1981 \$ MT	Agreement \$ MT	Shipments \$ MT	Carry Into FY 1982 \$ MT	Agreement \$ MT	Shipments \$ MT	Carry Into FY 1983 \$ MT	
<u>Title I</u>										
Wheat	3.0	18.2	-	16.1	97.6	-	17.0	100.0	-	-
Rice				2.0	5.0	-	2.0	5.0	-	-
Oil (bulk crude)				6.9	12.0	-	6.0	10.0	-	-
Total	3.0	3.0		25.0	25.0		25.0	25.0		
<u>Of which Title III</u>										
Wheat				16.1	97.6	-	17.0	100.0	-	-
Rice				2.0	5.0	-	2.0	5.0	-	-
Oil (bulk crude)				6.9	12.0	-	6.0	10.0	-	-
Total				25.0	25.0		25.0	25.0		

COMMENT:

FY 82 ABS Narrative

PL 480 Title II

The Mission proposes major PL 480 assistance in FY 81 and 82 including an increase in Title I assistance from \$3 million in 1980 to a level of \$25 million in both years and a continuation of voluntary agency administered Title II assistance at an approximate level of \$3 million each year. Programmed food aid is a substantial and vital part of the total assistance proposed for these years. El Salvador has undertaken a set of progressive reforms intended to restructure the economy in favor of a more equitable distribution of income and wealth. Agrarian reform is the centerpiece of these reforms; to be implemented in stages, two of the three stages have already been undertaken benefitting perhaps half of the entire target population - tenant farmers and the rural landless - and affecting over 25 per cent of all farm lands. In the next year or two the reform is expected to be extended to half or more of total farm lands.

The cost of carrying out these reforms is great and involves not only land transfer but providing beneficiaries with adequate access to credit, inputs, advisory services and technical assistance and improving the quality of life through investments in housing, evaluation, health, etc.

These costs come at a time when the economy is least able to support them. Capital flight and a severe contraction in business and commerce activities have resulted in a foreign exchange crisis and a budget crunch due to diminished domestic resources. In the face of scarce resources, both domestic and foreign, the proposed PL 480, specially Title I assistance, offers a critical opportunity to save foreign exchange, assist El Salvador in averting food shortages and, through Title III assistance in FY 81 and FY 82, constitutes a major portion of total assistance proposed for support of agrarian reform. Local currency generated by sale of PL 480 commodities will finance agricultural credit, training, extension and community development in the reform sector.

Complementing this assistance, the Mission will continue Title II food assistance to benefit the part of the population most vulnerable to food or income shortages, i.e., mothers and children. Thus Title II support of mother and child feeding programs administered by CARITAS will continue, providing rations for 115,000 beneficiaries, primarily through CARITAS operated distribution points. Additional Title II assistance could be absorbed in these and other such programs if firm interest on the part of other voluntary agencies were to be demonstrated.

The commodities and levels proposed for Title I, II and III assistance in FY 81 and FY 82 have been carefully determined to avoid negative repercussions in terms of domestic production, marketing and consumption

patterns. Although proposed assistance in wheat imports is large (100,000 mt. out of an estimated total of 125,000 to 140,000 mt.) no disruptive impact is anticipated. There is no domestic wheat production and PL 480 financed commodities will flow through normal shipping, handling, storage, processing and marketing channels upon reaching Salvadoran ports. A relatively modest amount of rice is proposed (6,000 mt out of annual consumption of 30,000 to 40,000 mt.) as a buffer against possible production decline associated with temporary dislocations caused by agrarian reform, reduced availability of inputs due to foreign exchange constraints or the vagaries of the weather. Proposed edible oil assistance while substantial will supplement and not displace domestic oil production. El Salvador historically imports roughly 50% of its domestic oil and fats requirements. With domestic cotton seed production (the only source of oil) falling due to the uncertain political environment and other reasons, PL 480 imports will help offset declining domestic oil production and contribute to maintain import levels, thus minimizing the risk on adverse import on consumption and nutrition of the factors described above. Here too the commodities will move through commercial storage, handling and processing channels thus avoiding for the most part the possibility of dislocation caused by this assistance.

FY 1982 Annual Budget Submission

TABLE XIII

P.L. 480 Title II

I. Country: El Salvador
Sponsor's Name: Catholic Relief Services/CARITAS

A. Maternal and Child
Health Total Recipients:

<u>N° of Recipients by Commodity</u>	<u>Name of Commodity</u>	<u>Kilograms</u>	<u>(Thousands) Dollars</u>
115,000	WSB	2484	961.3
91,000	BULGUR	491	127.2
115,000	OIL	621	617.9
115,000	NFDM	1256	526.3
115,000	RICE	1256	472.3
	TOTAL MCH	6108	2,705.0

B. School Feeding NONE

C. Other Child Feeding NONE

D. Food-For-Work

No food for work contemplated through the CARITAS Program in FY 82 given assessemnts as to total management capacity of the organization.

MISSION REVIEW

P.L. 480 Title II

The Mission reviewed the CRS 1980-82 Operational Plan as a part of its assessment of the FY 1981 AER submitted in early March, and concurred in the overall plan.

The plan, prepared one year ago, adequately covers plans for the next two years to the extent that they can be anticipated. Although a larger need for assistance exists than will be met by the CARITAS/CRS program, limited administration and management capabilities make it unwise to anticipate expansion, especially under the current situation in the country side. A supervisory program developed by a joint CRS/CARITAS/USAID committee has been put into effect and is strengthening program administration. Furthermore, improvements in logistics especially in movement of commodities out of the port, have been noted in these past six months. Finally the appointment of a full time Salvadoran P.L. 480 Title II Program Manager is expected to increase program effectiveness and tighten monitoring.

CRS has been asked to submit a revised multi-year program plan by July 1, 1980.