PD-AAV-626

UNCLASSIFIED

Annual Budget Submission

FY 1989

THAILAND

BEST AVAILABLE

May 1987

Agency for International Development
Washington, D.C. 20523

UNCLASSIFIED

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FY 1989 THAILAND ANNUAL BUDGET SUBMISSION

Table of Contents

		Page
Table I	Long Range Plan by Appropriation Account	1
Table IV	Project Budget Data	2
Table V	Proposed Program Ranking	13
PL 480	Local Currency Use Plan	14
Table VI	Expenditures of Local Currency Generations	15
Table VIII	Operating Expense	17
Table VIII(a)	Operating Expense Narrative	25
Table VIII(b)	Information on U.S. PSC Costs	27
Table VIII(c)	All Other Code 25 Detail	28
Table VIII(d)	Manpower Contract Detail	29
Table VIII(e)	Obligations for Acquisition, Operation, and Use of Information Technology Systems	30
Privatization Plan		32

FY 1989 ANNUAL BUDGET SUBMISSION
TABLE I - LONG RANGE PLAN BY APPROPRIATION ACCOUNT ($000)

493 - THAILAND

	FY 1986 ACTUAL	FY 1987 ESTIMATE	----FY 1988--- CP	ESTIMATE	FY 1989 AAPL	-----PLANNING PERIOD----- 1990	1991	1992	1993
AGRICULTURE, RURAL DEVELOPMENT AND NUTRITION									
TOTAL	12850	13100	12600	7920	15600	16270	12710	10000	10000
GRANTS	12850	5100	5700	4920	5600	10270	12710	10000	10000
LOANS	---	8000	6900	3000	10000	6000	---	---	---
POPULATION PLANNING									
TOTAL	900	---	---	---	---	---	---	---	---
GRANTS	900	---	---	---	---	---	---	---	---
LOANS	---	---	---	---	---	---	---	---	---
(CENT PROC COMMOD)				(1177)	(279)				
HEALTH									
TOTAL	1200	200	200	200	200	---	---	---	---
GRANTS	200	200	200	200	200	---	---	---	---
LOANS	1000	---	---	---	---	---	---	---	---
EDUCATION									
TOTAL	---	---	---	---	---	---	---	---	---
GRANTS	---	---	---	---	---	---	---	---	---
LOANS	---	---	---	---	---	---	---	---	---
SELECTED DEVELOPMENT ACTIVITIES									
TOTAL	4050	2700	3200	7880	200	---	3790	6698	6898
GRANTS	4050	2700	3200	6980	200	---	3790	6698	6898
LOANS	---	---	---	900	---	---	---	---	---
SUBTOTAL FUNCTIONAL ACCOUNTS									
TOTAL	19000	16000	16000	16000	16000	16270	16500	16698	16898
GRANTS	18000	8000	9100	12100	6000	10270	16500	16698	16898
LOANS	1000	8000	6900	3900	10000	6000	---	---	---
INTERNATIONAL DISASTER ASSISTANCE									
TOTAL	---	---	---	---	---	---	---	---	---
GRANTS	---	---	---	---	---	---	---	---	---
LOANS	---	---	---	---	---	---	---	---	---
TOTAL DA ACCOUNT									
TOTAL	19000	16000	16000	16000	16000	16270	16500	16698	16898
GRANTS	18000	8000	9100	12100	6000	10270	16500	16698	16898
LOANS	1000	8000	6900	3900	10000	6000	---	---	---
ECONOMIC SUPPORT FUND									
TOTAL	5000	5000	5000	5000	5000	5083	5156	5218	5281
GRANTS	5000	5000	5000	5000	5000	5083	5156	5218	5281
LOANS	---	---	---	---	---	---	---	---	---
DA AND ESF TOTAL									
TOTAL	24000	21000	21000	21000	21000	21353	21656	21916	22179
GRANTS	23000	13000	14100	17100	11000	15353	21656	21916	22179
LOANS	1000	8000	6900	3900	10000	6000	---	---	---
PL 480									
TITLE I	(---)	(---)	(---)	(---)	(---)	(---)	(---)	(---)	(---)
TITLE III	(---)	(---)	(---)	(---)	(---)	(---)	(---)	(---)	(---)
TITLE II	(1900)	(3700)	(---)	(---)	(---)	(---)	(---)	(---)	(---)
HOUSING GUARANTIES									
	(_____)	( )	( )	( )	( )	( )	( )	( )	

493 - THAILAND

FY 1989 ANNUAL BUDGET SUBMISSION
TABLE IV - PROJECT BUDGET DATA

PROJECT NUMBER AND TITLE	G L	OBLIG DATE INIT FIN	-TOTAL COST- AUTH	PLAN	OBLIG THRU FY 86	FY 86 PIPE-LINE	----FY 1987---- OBLI-ATIONS	EXPEND-ITURES	MORTGAGE END OF FY 87	----FY 1988---- OBLIG-ATIONS	EXPEND-ITURES	--FY 1989-- AAPL	SPECIAL CODES	ITEM NO.
							ESTIMATED U.S. DOLLAR COST ($000)							
AGRICULTURE, RURAL DEVELOPMENT AND NUTRITION														
4930294 MAE CHAEM WATERSHED DEVELOPMENT							SUBCAT: FNMC		PACD: 6/30/89	PVO: 88%__	89%__		FR/RM/WA	
	G	80 87	10000	9200	8200	2834	1000	1690	---	---	1300	---		
4930308 N.E. RAINFED AGRICULTURE DEVELOPMENT							SUBCAT: FNDS		PACD: 8/31/88	PVO: 88%__	89%__		FR/RM/WA	
	G	81 83	3700	3170	3170	756	---	250	---	---	270	---		
	L	81 83	6300	4300	4300	1858	---	440	---	---	830	---		
4930312 NORTHEAST SMALL SCALE IRRIGATION							SUBCAT: FNWD		PACD: 10/15/88	PVO: 88%__	89%__		WA	
	G	80 81	2800	2800	2800	501	---	250	---	---	251	---		
	L	80 81	5800	5800	5800	2200	---	410	---	---	1790	---		
4930315 DECENTRALIZED DEVELOPMENT MANAGEMENT							SUBCAT: FNPA		PACD: 8/31/88	PVO: 88%__	89%__		PC/WA	
	G	81 83	3100	3100	3100	527	---	40	---	---	487	---		
	L	81 83	7500	7500	7500	1603	---	400	---	---	1203	---		
4930317 AGRICULTURAL PLANNING							SUBCAT: FNPA		PACD: 6/30/87	PVO: 88%__	89%__			
	G	80 82	3200	2237	2237	37	---	37	---	---	---	---		
4930324 MICRO/MINI HYDROELECTRIC							SUBCAT: FNER		PACD: 9/1/87	PVO: 88%__	89%__		EY	
	G	82 82	100	100	100	100	---	60	---	---	---	---		
	L	82 82	8000	8000	8000	6265	---	2690	---	---	2820	---		

493 - THAILAND

FY 1989 ANNUAL BUDGET SUBMISSION
TABLE IV - PROJECT BUDGET DATA

PROJECT NUMBER AND TITLE	G/L	OBLIG DATE INIT	OBLIG DATE FIN	TOTAL COST AUTH	TOTAL COST PLAN	OBLIG THRU FY 86	FY 86 PIPELINE	FY 1987 OBLIGATIONS	FY 1987 EXPENDITURES	MORTGAGE END OF FY 87	FY 1988 OBLIGATIONS	FY 1988 EXPENDITURES	FY 1989 AAPL	SPECIAL CODES	ITEM NO.
4930326 SEED DEVELOPMENT II								SUBCAT: FNEX		PACD: 6/1/89	PVO: 88%__	89%__			
	G	82	82	100	100	100	86	---	60	---	---	---	---		
	L	82	82	6100	6100	6100	1638	---	990	---	---	330	---		
4930329 PRIVATE SECTOR IN DEVELOPMENT								SUBCAT: FNPE		PACD: 8/1/87	PVO: 88%__	89%__			
	G	83	83	3000	3000	3000	477	---	390	---	---	---	---		
4930332 KHON KAEN UNIVERSITY DEVELOPMENT								SUBCAT: FNTE		PACD: 6/30/89	PVO: 88%__	89%__			
	G	83	86	2170	2170	2170	1352	---	630	---	---	270	---		
4930337 AGRICULTURAL TECHNOLOGY TRANSFER								SUBCAT: FNPA		PACD: 9/30/89	PVO: 88%__	89%__			
	G	84	86	1500	1700	1500	1281	200	150	---	---	380	---		
	L	84	86	6500	6500	6500	6006	---	860	---	---	1110	---		
4930339 RURAL DEVELOPMENT MONITORING/EVALUATION								SUBCAT: FNPA		PACD: 9/30/88	PVO: 88%__	89%__		WA	
	L	84	84	5000	5000	5000	4018	---	960	---	---	2058	---		
4930340 SCIENCE AND TECHNOLOGY FOR DEVELOPMENT								SUBCAT: FNIL		PACD: 9/30/92	PVO: 88%__	89%__			
	G	85	85	500	500	500	450	---	150	---	---	300	---		
	L	85	88	14500	14500	500	500	8000	---	6000	---	2300	6000		
4930341 EMERGING PROBLEMS OF DEVELOPMENT II								SUBCAT: SDPP		PACD: 1/31/90	PVO: 88%__	89%__		BD/EY/FR/RM/WA	
	G	87	87	1650	1650	---	---	1650	---	---	---	---	---		

493 - THAILAND

FY 1989 ANNUAL BUDGET SUBMISSION
TABLE IV - PROJECT BUDGET DATA

PROJECT NUMBER AND TITLE	G L	OBLIG DATE INIT	OBLIG DATE FIN	-TOTAL COST- AUTH	-TOTAL COST- PLAN	OBLIG THRU FY 86	FY 86 PIPE-LINE	ESTIMATED U.S. DOLLAR COST ($000) FY 1987 OBLI-ATIONS	FY 1987 EXPEND-ITURES	MORTGAGE END OF FY 87	FY 1988 OBLIG-ATIONS	FY 1988 EXPEND-ITURES	FY 1989 AAPL	SPECIAL CODES	ITEM NO.
4930342 PVO CO-FINANCING II								SUBCAT: FNPV	PACD: 9/30/92		PVO: 88% 100	89% 100		FR/RM/WID	
	G	85	89	3000	3232	1432	1318	600	640	1200	600	820	600		
4930343 RURAL INDUSTRIES/EMPLOYMENT								SUBCAT: FNPE	PACD: 9/30/96		PVO: 88%__	89%__			
	G	86	88	14100	14100	11150	11150	1650	750	1300	1300	1270	---		
4930345 MANAGEMENT OF NATURAL RESOURCES AND ENVIR.								SUBCAT: FNSA	PACD: 9/30/95		PVO: 88%__	89% .01		BD/FR/PC/RM/WA	
	G	88	91	---	31000	---	---	---	---	---	3020	---	5000		
	L	88	90	---	13000	---	---	---	---	---	3000	---	4000		
APPROPRIATION															
TOTAL				108620	148759	83159	44957	13100	11847	8500	7920	17789	15600		
GRANTS				48920	78059	39459	20869	5100	5097	2500	4920	5348	5600		
LOANS				59700	70700	43700	24088	8000	6750	6000	3000	12441	10000		
POPULATION PLANNING															
4930325 POPULATION PLANNING II								SUBCAT: PNFP	PACD: 6/30/89		PVO: 88%__	89%__			
	G	82	86	8517	8486	8486*	3552	---	890	---	---	830	---		
	L	82	84	9868	9868	9868	5428	---	1840	---	---	1870	---		
APPROPRIATION															
TOTAL				18385	18354	18354	8980	---	2730	---	---	2700	---		
GRANTS				8517	8486	8486	3552	---	890	---	---	830	---		
LOANS				9868	9868	9868	5428	---	1840	---	---	1870	---		

*Includes $585 Central Funds.

493 - THAILAND

FY 1989 ANNUAL BUDGET SUBMISSION
TABLE IV - PROJECT BUDGET DATA

PROJECT NUMBER AND TITLE	G L	OBLIG DATE INIT	FIN	-TOTAL COST- AUTH	PLAN	OBLIG THRU FY 86	FY 86 PIPE-LINE	ESTIMATED U.S. DOLLAR COST ($000) FY 1987 OBLI-ATIONS	FY 1987 EXPEND-ITURES	MORTGAGE END OF FY 87	FY 1988 OBLIG-ATIONS	FY 1988 EXPEND-ITURES	FY 1989 AAPL	SPECIAL CODES	ITEM NO.
HEALTH															
4930291 RURAL PRIMARY HEALTH CARE EXPANSION								SUBCAT: HEDH		PACD: 10/31/86	PVO: 88%__	89%__		PC	
	L	78	84	7500	6483	6483	556	---	51	---	---	---	---		
4930331 PWWA INSTITUTIONAL DEVELOPMENT								SUBCAT: HEWS		PACD: 11/24/86	PVO: 88%__	89%__		WA	
	L	84	84	5700	5700	5700	5616	---	---	---	---	---	---		
4930340 SCIENCE AND TECHNOLOGY FOR DEVELOPMENT								SUBCAT: HECR		PACD: 9/30/92	PVO: 88%__	89%__			
	G	85	85	500	500	500	500	---	---	---	---	100	---		
	L	86	86	1500	1500	1500	1500	---	---	---	---	500	---		
4930342 PVO CO-FINANCING II								SUBCAT: HEPV		PACD: 9/30/92	PVO: 88% 100	89% 100			
	G	85	89	1000	1000	400	351	200	150	400	200	240	200		
APPROPRIATION															
TOTAL				16200	15183	14583	8523	200	201	400	200	840	200		
GRANTS				1500	1500	900	851	200	150	400	200	340	200		
LOANS				14700	13683	13683	7672	---	51	---	---	500	---		
SELECTED DEVELOPMENT ACTIVITIES															
4930329 PRIVATE SECTOR IN DEVELOPMENT								SUBCAT: SDPE		PACD: 8/1/87	PVO: 88%__	89%__			
	G	83	83	500	500	500	263	---	263	---	---	---	---		

493 - THAILAND

FY 1989 ANNUAL BUDGET SUBMISSION
TABLE IV - PROJECT BUDGET DATA

PROJECT NUMBER AND TITLE	G/L	OBLIG DATE INIT	OBLIG DATE FIN	-TOTAL COST- AUTH	-TOTAL COST- PLAN	OBLIG THRU FY 86	FY 86 PIPE-LINE	ESTIMATED U.S. DOLLAR COST ($000) FY 1987 OBLI-ATIONS	FY 1987 EXPEND-ITURES	MORTGAGE END OF FY 87	FY 1988 OBLIG-ATIONS	FY 1988 EXPEND-ITURES	FY 1989 AAPL	SPECIAL CODES	ITEM NO.
4930340 SCIENCE AND TECHNOLOGY FOR DEVELOPMENT								SUBCAT: SDTT	PACD: 9/30/92	PVO: 88%__	89%__				
	G	85	85	7500	7500	7500	7500	---	660	---	---	1260	---		
	L	85	88	10500	10500	9600	9600	---	680	900	900	1000	---		
4930341 EMERGING PROBLEMS OF DEVELOPMENT II								SUBCAT: SDPP	PACD: 1/31/90	PVO: 88%.01	89%.01			BD/EY/FR/RM/WA	
	G	85	88	18000	16350	7070	5642	2500	1180	6780	6780	3000	---		
4930342 PVO CO-FINANCING II								SUBCAT: SDPV	PACD: 9/30/92	PVO: 88% 100	89% 100				
	G	85	89	1000	1000	400	288	200	200	400	200	200	200		
APPROPRIATION															
TOTAL				37500	35850	25070	23293	2700	2983	8080	7880	5460	200		
GRANTS				27000	25350	15470	13693	2700	2303	7180	6980	4460	200		
LOANS				10500	10500	9600	9600	---	680	900	900	1000	---		
ECONOMIC SUPPORT FUND															
4930327 AFFECTED THAI PROGRAM I								SUBCAT: ESZZ	PACD: 9/30/87	PVO: 88%__	89%__				
	G	80	86	32000	32000	32000	5000	---	5000	---	---	---	---		
4930346 AFFECTED THAI PROGRAM II								SUBCAT: ESZZ	PACD: 9/30/93	PVO: 88%__	89%__				
	G	87	93	5000	35738	---	---	5000	---	30738	5000	5000	5000		

493 - THAILAND

FY 1989 ANNUAL BUDGET SUBMISSION
TABLE IV - PROJECT BUDGET DATA

PROJECT NUMBER AND TITLE	G L	OBLIG DATE INIT	OBLIG DATE FIN	-TOTAL COST- AUTH	-TOTAL COST- PLAN	OBLIG THRU FY 86	FY 86 PIPE-LINE	ESTIMATED U.S. DOLLAR COST ($000) ----FY 1987---- OBLI-ATIONS	EXPEND-ITURES	MORTGAGE END OF FY 87	----FY 1988---- OBLIG-ATIONS	EXPEND-ITURES	--FY 1989-- AAPL	SPECIAL CODES	ITEM NO.
APPROPRIATION															
TOTAL				37000	67738	32000	5000	5000	5000	30738	5000	5000	5000		
GRANTS				37000	67738	32000	5000	5000	5000	30738	5000	5000	5000		
LOANS				---	---	---	---	---	---	---	---	---	---		
COUNTRY TOTAL															
TOTAL				217705	285884	173166	90753	21000	22761	47718	21000	31789	21000		
GRANTS				122937	181133	96315	43965	13000	13440	40818	17100	15978	11000		
LOANS				94768	104751	76851	46788	8000	9321	6900	3900	15811	10000		
REGIONAL PROJECTS															
3980251 PRIVATE AND VOLUNTARY ORGANIZATIONS															
	G	86	86	207	207	207	100	---	58	---	---	42	---		
3980279 SMALL PROJECT ASSISTANCE - PEACE CORPS															
	G	84	C	120	200	120	45	---	30	80	40	40	40		
4980253 REGIONAL REMOTE SENSING CENTER															
	G	79	85	5600	5600	5600	137	---	137	---	---	---	---		
4980258 ASEAN AGRICULTURAL PLANNING CENTER															
	G	80	84	3000	3000	3000	280	---	250	---	---	30	---		

C - Level of effort activity

FY 1989 ANNUAL BUDGET SUBMISSION
TABLE IV ATTACHMENT 1
FORESTRY

493 - THAILAND

APPROPRIATION ACCOUNT PROJECT NO.	TITLE	L/G	LIFE OF PROJECT	FY 87 ESTIMATE	FY 88 ESTIMATE	FY 89 AAPL
Agriculture, Rural Dev. and Nutrition						
4930294	Mae Chaem Watershed Development	G	9,200	135	---	---
4930345	Management of Natural Resources and Environment for Sustainable Development	G	31,000	---	300	500
		L	13,000	---	---	---

FY 1989 ANNUAL BUDGET SUBMISSION
TABLE IV ATTACHMENT 2
INTEGRATED RESOURCE MANAGEMENT

493 - THAILAND

APPROPRIATION ACCOUNT PROJECT NO.	TITLE	L/G	LIFE OF PROJECT	FY 87 ESTIMATE	FY 88 ESTIMATE	FY 89 AAPL
Agriculture, Rural Dev. and Nutrition						
4930345	Management of Natural Resources and Environment for Sustainable Development	G	31,000	---	1,000	1,700
		L	13,000	---	---	---

FY 1989 ANNUAL BUDGET SUBMISSION
TABLE IV ATTACHMENT 3
BIOLOGICAL DIVERSITY

493 - THAILAND

APPROPRIATION ACCOUNT PROJECT NO.	TITLE	L/G	LIFE OF PROJECT	FY 87 ESTIMATE	FY 88 ESTIMATE	FY 89 AAPL
Agriculture, Rural Dev. and Nutrition						
4930345	Management of Natural Resources and Environment for Sustainable Development	G	31,000	---	500	800
		L	13,000	---	---	---

FY 1989 ANNUAL BUDGET SUBMISSION
TABLE IV ATTACHMENT 4
CHILD SURVIVAL

493 - THAILAND

APPROPRIATION ACCOUNT PROJECT NO. TITLE	L/G	LIFE OF PROJECT	FY 87 ESTIMATE	FY 88 ESTIMATE	FY 89 AAPL
None					

FY 1989 ANNUAL BUDGET SUBMISSION
TABLE IV ATTACHMENT 5
DA AND ESF DIRECT COMMITMENTS FOR PVOS-NGOS,
MICRO AND SMALL ENTERPRISE

PVOS-NGOS	FY 89 PLANNED
DA Dollar Commitments	
U.S. PVOs/NGOs	550
Indigenous PVOs/NGOs	850
ESF Dollar Commitments	
None	---
MICRO AND SMALL ENTERPRISE	
None	---

AID PROGRAM IN FY 1989
ANNUAL BUDGET SUBMISSION
TABLE V - PROPOSED PROGRAM RANKING

DECISION UNIT 493 THAILAND

RANK	PROJECT	TITLE	NEW/ CONT	LOAN/ GRANT	PROGRAM FUNDING ($000) APPROP	INCR	CUM
1	0345	MGT. OF NATURAL RES. & ENV.	0	G	FN	5000	5000
2	0345	MGT. OF NATURAL RES. & ENV.	0	L	FN	4000	9000
3	0346	AFFECTED THAI PROGRAM II	0	G	ES	5000	14000
4	0340	S&T FOR DEVELOPMENT	0	L	FN	3000	17000
5	0342	PVO CO-FINANCING II	0	G	FN	600	17600
6	0342	PVO CO-FINANCING II	0	G	HE	200	17800
7	0342	PVO CO-FINANCING II	0	G	SD	200	18000
8	0340	S&T FOR DEVELOPMENT	0	L	FN	3000	21000
		TOTAL				21000	

FY 1989 ANNUAL BUDGET SUBMISSION
PL 480 Local Currency Use Plan

493 - THAILAND

Thailand was offered $1.9 million for 1986 and $3.7 million for 1987 under the Section 416 sugar quota off-set program. Neither agreement for 1986 or 1987 has been concluded. The RTG is currently considering proposals for the use of the local currency proceeds that will be presented to AID for consideration.

The Mission must reconcile the RTG's desire to provide Section 416 program benefits to the sugar sector and the need to demonstrate a clear linkage of the benefits to needy rural households. We expect the negotiation process to continue at a very slow pace and anticipate that deposit and use of the initial local currency proceeds will occur in early FY 1988 at the latest, with disbursement of local currency proceeds continuing through FY 1989.

FY 1989 ANNUAL BUDGET SUBMISSION
Table VI: Expenditures of Local Currency Generations
(all in the U.S. dollar equivalents, and in $ Millions)

Source/Purposes	1986 ACTUAL	1987 EST.	1988 PLANNED	1989 PROP.
I. ECONOMIC SUPPORT FUND				
A. Public Dev. Activities				
1. Ag. Research, irrigation, rural infrastructure.				
2. Affected Thai Program.	5,000	5,000	5,000	5,000
B. Private Sector Programs				
1. _____				
2. _____				
C. Public Sector Recurrent Budget				
1. _____				
2. _____				
D. AID Operating Expenses (Trust Fund)				
II. DEVELOPMENT ASSISTANCE	---	---	---	---
A. Public Development Activities				
1. _____				
2. _____				
B. Private Sector Programs, Small Enterprise Credit				
1. _____				
2. _____				
C. Public Sector Recurrent Budget				
1. _____				
2. _____				
D. AID Operating Expenses (Trust Funds)				
SUBTOTAL ESF & DA	5,000	5,000	5,000	5,000

FY 1989 ANNUAL BUDGET SUBMISSION
Table VI: Expenditures of Local Currency Generations
(all in the U.S. dollar equivalents, and in $ Millions)

Source/Purposes	1986 ACTUAL	1987 EST.	1988 PLANNED	1989 PROP.
II. PL 480				
A. Public Development Activities				
1. _____				
2. _____				
B. Private Sector Programs	---	---	1,400	1,600
1. _____				
2. _____				
C. Public Sector Recurrent Budget				
1. _____				
2. Agriculture or other subsidies.				
D. AID Operating Expenses (Trust Funds)				
TOTALS	5,000	5,000	6,400	6,600

Organization: Thailand
Budget Plan Code: COEA-87-27493-U000

TABLE VIII
($000)

Expense Category	Func. Code	Dollars	Trust Funds	Total	Units
U.S. Direct Hire	U100	1,804.2		1,804.2	
U.S. Full Time Basic Pay	U101	1,145.7		1,145.7	22.0
U.S. Part Time Basic Pay	U102				
Differential Pay	U103	114.6		114.6	
Other AID/W Funded Code 11	U104	22.1		22.1	
Other Mission Funded Code 11	U105				
Education Allowances	U106	161.7		161.7	27.0
Retirement	U107	80.2		80.2	
Cost of Living Allowances	U108				
Other AID/W Funded Code 12	U109	35.7		35.7	
Other Mission Funded Code 12	U110	11.5		11.5	
Post Assignment Travel	U111	24.4		24.4	5.0
Post Assignment Freight	U112	56.7		56.7	5.0
Home Leave Travel	U113	60.9		60.9	7.0
Home Leave Freight	U114	43.0		43.0	7.0
Education Travel	U115	3.0		3.0	1.0
R & R Travel	U116	31.7		31.7	32.0
Other Code 215 Travel	U117	13.0		13.0	5.0
Foreign National Direct Hire	U200	683.3		683.3	
F.N. Basic Pay	U201	505.2		505.2	49.0
Overtime/Holiday Pay	U202	22.3		22.3	1.5
All Other Code 11 - F.N.	U203	46.0		46.0	
All Other Code 12 - F.N.	U204	72.4		72.4	
Benefits - Former F.N. Pers.	U205	37.4		37.4	
Contract Personnel	U300	360.5		360.5	
PASA Technicians	U301				
U.S. PSC Salaries/Benefits	U302	5.5		5.5	0.2
All Other U.S. PSC Costs	U303				
F.N. PSC Salaries/Benefits	U304	355.0		355.0	40.0
All Other F.N. PSC Costs	U305				
Manpower Contracts	U306				
Housing	U400	449.5		449.5	
Residential Rent	U401	323.9		323.9	22.0
Residential Utilities	U402	105.4		105.4	
Maintenance & Renovation	U403	4.3		4.3	
Quarters Allowances	U404				
Residential Furniture/Equip.	U405	1.5		1.5	
Trans/Freight - Code 311	U406				
Security Guard Services	U407	10.9		10.9	8.0
Official Residence Allowance	U408	0.5		0.5	
Representation Allowance	U409	3.0		3.0	

Organization: Thailand
Budget Plan Code: COEA-87-27493-U000

TABLE VIII
Continued
($000)

Expense Category	Func. Code	Dollars	Trust Funds	Total	Units
Office Operations	U500	135.8		135.8	
Office Rent	U501				
Office Utilities	U502				
Building Maint/Renovation	U503				
Office Furniture/Equipment	U504				
Vehicles	U505				
Other Equipment	U506	71.6		71.6	
Transportation/Freight	U507				
Furn/Equip/Veh Repair/Maint	U508				
Communications	U509				
Security Guard Services	U510				
Printing	U511				
Site Visits - Mission	U513				
Site Visits - AID/W	U514	8.8		8.8	3.0
Information Meetings	U515				
Training Attendance	U516				
Conference Attendance	U517				
Other Operational Travel	U518				
Supplies & Materials	U519				
FAAS	U520	55.4		55.4	
Contract Consulting Services	U521				
Contract Mgt/Prof. Services	U522				
Special Studies/Analyses	U523				
All Other Code 25	U524				
TOTAL OPERATING EXPENSE BUDGET		3,433.3		3,433.3	
Reconciliation		1,453.7		1,453.7	
Operating Budget Requirements					
636(c) Requirements	U601				
TOTAL ALLOWANCE REQUIREMENTS	U000	1,979.6		1,979.6	

OTHER INFORMATION

Dollar Requirements for Local Currency Purchases	1,736.1
Exchange Rate Used (Average rate for FY 86/87)	25.7
Estimated Inflation Rate	10%

Organization: Thailand
Budget Plan Code: CDSA-87-27493-U000

TABLE VIII
Continued
($000)

Expense Category	Func. Code	Dollars	Trust Funds	Total	Units
Office Operations	U500	874.0		874.0	
Office Rent	U501	198.8		198.8	
Office Utilities	U502	92.0		92.0	
Building Maint/Renovation	U503	16.6		16.6	
Office Furniture/Equipment	U504	32.9		32.9	
Vehicles	U505	31.8		31.8	
Other Equipment	U506	72.9		72.9	
Transportation/Freight	U507				
Furn/Equip/Veh Repair/Maint	U508	82.5		82.5	
Communications	U509	49.4		49.4	
Security Guard Services	U510	17.6		17.6	11.0
Printing	U511	1.1		1.1	
Site Visits - Mission	U513	107.2		107.2	380.0
Site Visits - AID/W	U514				
Information Meetings	U515	4.8		4.8	24.0
Training Attendance	U516	34.8		34.8	12.0
Conference Attendance	U517	23.5		23.5	81.0
Other Operational Travel	U518				
Supplies & Materials	U519	62.3		62.3	
FAAS	U520				
Contract Consulting Services	U521				
Contract Mgt/Prof. Services	U522				
Special Studies/Analyses	U523				
All Other Code 25	U524	45.8		45.8	
TOTAL OPERATING EXPENSE BUDGET		874.0		874.0	
Reconciliation					
Operating Budget Requirements					
636(c) Requirements	U601				
TOTAL ALLOWANCE REQUIREMENTS	U000	874.0		874.0	

OTHER INFORMATION

Dollar Requirements for Local Currency Purchases	653.3
Exchange Rate Used (Average rate for FY 86/87)	25.7
Estimated Inflation Rate	10%

Organization: Thailand
Budget Plan Code: CDNA-87-27493-U000

TABLE VIII
Continued
($000)

Expense Category	Func. Code	Dollars	Trust Funds	Total	Units
Office Operations	U500	51.4		51.4	
Office Rent	U501				
Office Utilities	U502				
Building Maint/Renovation	U503				
Office Furniture/Equipment	U504				
Vehicles	U505				
Other Equipment	U506	51.4		51.4	
Transportation/Freight	U507				
Furn/Equip/Veh Repair/Maint	U508				
Communications	U509				
Security Guard Services	U510				
Printing	U511				
Site Visits - Mission	U513				
Site Visits - AID/W	U514				
Information Meetings	U515				
Training Attendance	U516				
Conference Attendance	U517				
Other Operational Travel	U518				
Supplies & Materials	U519				
FAAS	U520				
Contract Consulting Services	U521				
Contract Mgt/Prof. Services	U522				
Special Studies/Analyses	U523				
All Other Code 25	U524				
TOTAL OPERATING EXPENSE BUDGET		51.4		51.4	
Reconciliation					
Operating Budget Requirements					
636(c) Requirements	U601				
TOTAL ALLOWANCE REQUIREMENTS	U000	51.4		51.4	

OTHER INFORMATION

Dollar Requirements for Local Currency Purchases	-
Exchange Rate Used (Average rate for FY 86/87)	25.7
Estimated Inflation Rate	10%

Organization: Thailand
Budget Plan Code: COEA-88-27493-U000

TABLE VIII
($000)

Expense Category	Func. Code	Dollars	Trust Funds	Total	Units
U.S. Direct Hire	U100	1,952.6		1,952.6	
U.S. Full Time Basic Pay	U101	1,203.7		1,203.7	22.0
U.S. Part Time Basic Pay	U102				
Differential Pay	U103	120.4		120.4	
Other AID/W Funded Code 11	U104	22.4		22.4	
Other Mission Funded Code 11	U105				
Education Allowances	U106	169.5		169.5	25.0
Retirement	U107	84.3		84.3	
Cost of Living Allowances	U108				
Other AID/W Funded Code 12	U109	36.6		36.6	
Other Mission Funded Code 12	U110	11.7		11.7	
Post Assignment Travel	U111	27.2		27.2	4.0
Post Assignment Freight	U112	48.0		48.0	4.0
Home Leave Travel	U113	106.3		106.3	14.0
Home Leave Freight	U114	57.8		57.8	14.0
Education Travel	U115	9.0		9.0	3.0
R & R Travel	U116	42.7		42.7	40.0
Other Code 215 Travel	U117	13.0		13.0	4.0
Foreign National Direct Hire	U200	788.8		788.8	
F.N. Basic Pay	U201	555.7		555.7	49.0
Overtime/Holiday Pay	U202	24.5		24.5	1.5
All Other Code 11 - F.N.	U203	56.4		56.4	
All Other Code 12 - F.N.	U204	77.2		77.2	
Benefits - Former F.N. Pers.	U205	75.0		75.0	
Contract Personnel	U300	423.8		423.8	
PASA Technicians	U301				
U.S. PSC Salaries/Benefits	U302	38.1		38.1	0.3
All Other U.S. PSC Costs	U303				
F.N. PSC Salaries/Benefits	U304	385.7		385.7	40.0
All Other F.N. PSC Costs	U305				
Manpower Contracts	U306				
Housing	U400	520.0		520.0	
Residential Rent	U401	356.3		356.3	22.0
Residential Utilities	U402	115.0		115.0	
Maintenance & Renovation	U403	9.3		9.3	
Quarters Allowances	U404				
Residential Furniture/Equip.	U405	23.0		23.0	
Trans/Freight - Code 311	U406				
Security Guard Services	U407	12.9		12.9	8.0
Official Residence Allowance	U408	0.5		0.5	
Representation Allowance	U409	3.0		3.0	

Organization: Thailand
Budget Plan Code: COEA-88-27493-U000

TABLE VIII
Continued
($000)

Expense Category	Func. Code	Dollars	Trust Funds	Total	Units
Office Operations	U500	943.1		943.1	
Office Rent	U501	218.7		218.7	
Office Utilities	U502	110.0		110.0	
Building Maint/Renovation	U503	18.0		18.0	
Office Furniture/Equipment	U504	11.0		11.0	
Vehicles	U505	20.0		20.0	
Other Equipment	U506	32.0		32.0	
Transportation/Freight	U507				
Furn/Equip/Veh Repair/Maint	U508	80.0		80.0	
Communications	U509	54.4		54.4	
Security Guard Services	U510	19.4		19.4	11.0
Printing	U511	1.5		1.5	
Site Visits - Mission	U513	115.2		115.2	380.0
Site Visits - AID/W	U514	7.4		7.4	3.0
Information Meetings	U515	5.3		5.3	24.0
Training Attendance	U516	38.0		38.0	12.0
Conference Attendance	U517	25.9		25.9	80.0
Other Operational Travel	U518				
Supplies & Materials	U519	75.0		75.0	
FAAS	U520	60.9		60.9	
Contract Consulting Services	U521				
Contract Mgt/Prof. Services	U522				
Special Studies/Analyses	U523				
All Other Code 25	U524	50.4		50.4	
TOTAL OPERATING EXPENSE BUDGET		4,628.3		4,628.3	
Reconciliation		1,528.3		1,528.3	
Operating Budget Requirements					
636(c) Requirements	U601				
TOTAL ALLOWANCE REQUIREMENTS	U000	3,100.0		3,100.0	

OTHER INFORMATION

Dollar Requirements for Local Currency Purchases	2,676.6
Exchange Rate Used (Average rate for FY 86/87)	25.7
Estimated Inflation Rate	10%

Organization: Thailand
Budget Plan Code: COEA-89-27493-U000

TABLE VIII
($000)

Expense Category	Func. Code	Dollars	Trust Funds	Total	Units
U.S. Direct Hire	U100	1,912.6		1,912.6	
U.S. Full Time Basic Pay	U101	1,239.8		1,239.8	22.0
U.S. Part Time Basic Pay	U102				
Differential Pay	U103	124.0		124.0	
Other AID/W Funded Code 11	U104	23.1		23.1	
Other Mission Funded Code 11	U105				
Education Allowances	U106	176.9		176.9	26.0
Retirement	U107	86.8		86.8	
Cost of Living Allowances	U108				
Other AID/W Funded Code 12	U109	37.7		37.7	
Other Mission Funded Code 12	U110	9.7		9.7	
Post Assignment Travel	U111	20.4		20.4	3.0
Post Assignment Freight	U112	36.0		36.0	3.0
Home Leave Travel	U113	50.9		50.9	7.0
Home Leave Freight	U114	39.3		39.3	7.0
Education Travel	U115	9.0		9.0	3.0
R & R Travel	U116	45.0		45.0	41.0
Other Code 215 Travel	U117	14.0		14.0	4.0
Foreign National Direct Hire	U200	835.2		835.2	
F.N. Basic Pay	U201	611.3		611.3	49.0
Overtime/Holiday Pay	U202	27.0		27.0	1.5
All Other Code 11 - F.N.	U203	62.0		62.0	
All Other Code 12 - F.N.	U204	84.9		84.9	
Benefits - Former F.N. Pers.	U205	50.0		50.0	
Contract Personnel	U300	462.4		462.4	
PASA Technicians	U301				
U.S. PSC Salaries/Benefits	U302	38.1		38.1	0.3
All Other U.S. PSC Costs	U303				
F.N. PSC Salaries/Benefits	U304	424.3		424.3	40.0
All Other F.N. PSC Costs	U305				
Manpower Contracts	U306				
Housing	U400	573.9		573.9	
Residential Rent	U401	391.9		391.9	22.0
Residential Utilities	U402	131.2		131.2	
Maintenance & Renovation	U403	10.7		10.7	
Quarters Allowances	U404				
Residential Furniture/Equip.	U405	22.5		22.5	
Trans/Freight - Code 311	U406				
Security Guard Services	U407	14.1		14.1	8.0
Official Residence Allowance	U408	0.5		0.5	
Representation Allowance	U409	3.0		3.0	

Organization: Thailand
Budget Plan Code: COEA-89-27493-U000

TABLE VIII
Continued
($000)

Expense Category	Func. Code	Dollars	Trust Funds	Total	Units
Office Operations	U500	1,051.3		1,051.3	
Office Rent	U501	240.6		240.6	
Office Utilities	U502	121.0		121.0	
Building Maint/Renovation	U503	19.8		19.8	
Office Furniture/Equipment	U504	32.3		32.3	
Vehicles	U505	25.0		25.0	
Other Equipment	U506	32.0		32.0	
Transportation/Freight	U507				
Furn/Equip/Veh Repair/Maint	U508	88.0		88.0	
Communications	U509	59.8		59.8	
Security Guard Services	U510	21.3		21.3	11.0
Printing	U511	1.7		1.7	
Site Visits - Mission	U513	126.7		126.7	380.0
Site Visits - AID/W	U514	8.1		8.1	3.0
Information Meetings	U515	5.8		5.8	24.0
Training Attendance	U516	41.8		41.8	12.0
Conference Attendance	U517	28.5		28.5	80.0
Other Operational Travel	U518				
Supplies & Materials	U519	76.6		76.6	
FAAS	U520	66.9		66.9	
Contract Consulting Services	U521				
Contract Mgt/Prof. Services	U522				
Special Studies/Analyses	U523				
All Other Code 25	U524	55.4		55.4	
TOTAL OPERATING EXPENSE BUDGET		4,835.4		4,835.4	
Reconciliation		1,578.3		1,578.3	
Operating Budget Requirements					
636(c) Requirements	U601				
TOTAL ALLOWANCE REQUIREMENTS	U000	3,257.1		3,257.1	

OTHER INFORMATION

Dollar Requirements for Local Currency Purchases	2,829.6
Exchange Rate Used (Average rate for FY 86/87)	25.7
Estimated Inflation Rate	10%

Organization: USAID/Thailand

TABLE VIII(a)
Narrative

1. Budget Increases

	FY 1987	FY 1988	Funding Change 87/88	FY 1989	Funding Change 88/89
U.S. Direct Hire	1,804.2	1,952.6	8%	1,912.6	-2%
FN Direct Hire	683.3	788.8	15%	835.2	6%
Contracts	360.5	423.8	18%	462.4	9%
Housing	449.5	520.0	16%	573.9	10%
Office	1,061.2	943.1	-11%	1,051.3	12%

USDH — Home Leave travel is projected for 14 employees in FY 88 and 7 employees in FY 87.

FNDH — Regular promotions and periodic step increases, retirement and resignations of senior personnel with resultant severance payments.

Contracts — Increases are for the same reasons as FNDH.

Housing — General price increases for rent and utilities. Residential equipment purchases for FY 88 are projected at $23,000 while obligations for this purpose are only expected to total $1,500 in FY 87.

Office — Decrease is due to reduction in other equipment from $195,900 for FY 87 to $32,000 in FY 88.

2. Management Improvements

The Mission reorganization approved by AID/Washington in September 1986 has now been completed. As a result of this realignment with new program objectives, the Mission is operating more efficiently and within well established authorities and responsibilities. The Mission will continue to adapt to changing program requirements through reassignment of some of the FSN staff to the expanding programmatic areas.

We have recently been attempting to improve the Mission's Project Information System. Although we have many pieces of information throughout

USAID which together, provide sufficient data for project management, we are in the process of developing a system which hopefully will make project oversight more efficient than at present. We are now concentrating on projects such as Agricultural Technology Transfer and Emerging Problems of Development II in order to develop a system for standard reporting on their numerous subprojects. In addition, Project Officers have been given guidance on the Mission Accounting and Control System in order to improve their understanding of the capabilities of this financial system.

The Mission has increased the number of project evaluations this year, a process which will continue to provide insights into how we might improve the design and implementation of our projects. One half of the project portfolio will be evaluated in depth during FY 1987.

Vulnerability Assessments and Internal Control Reviews continue to be taken seriously by Mission staff. During FY 1987, in addition to the normal review, an intensive internal control review was done of the Office of Science and Technology. We believe that the sensitivity of Mission staff to financial and administrative controls has been furthered due mainly to these activities.

USAID/Thailand also initiated a Non-Federal audit program during FY 1987. Two PVOs have been audited and the centrally funded science grant program, consisting of 48 grants totalling $6.6 million is presently being audited.

All USAID/Thailand Mission Orders have now been fully updated.

The Mission continues to move staff into apartments to improve security and reduce maintenance costs.

We have automated many of the Mission management control functions and will continue to do so. Automation has increased individual employee productivity as well as improved management controls in various sections of the Mission.

A review of Mission Management activities was done using a local CPA firm to analyze the Mission's O.E. procurement practices. Some procedural improvements were implemented as a result. The Mission plans to conduct similar reviews in the areas of motor pool operations, travel services and Mission residential leasing.

3. Trust Funds

As we previously reported, a trust fund did exist in the Mission from 1950 to 1976. During that period there were major problems due to questions of administration, uses and purposes of the fund. We have discussed setting up another trust fund with the RTG on several occasions during the past few years. We will do so again. However, given the current RTG budget situation and the fact that Mission programs do not include a CIP, PL 480 or Cash Transfer mechanism by which to provide local currency for a trust fund, we are not at all optimistic as to the possibility of an agreement.

Organization: Thailand

TABLE VIII(b)
Information on U.S. PSC Costs

Job Title/Description	FY 1987	FY 1988	FY 1989
DIR/Secretary	5,518 (2 months)		
DIR/Secretary		21,600 (3 months)	21,600 (3 months)
Temporary EXO		16,500 (1.5 months)	16,500 (1.5 months)

Organization: Thailand

TABLE VIII(c)
All Other Code 25 Detail

Description	FY 1987	FY 1988	FY 1989
All Other	45,800	50,400	55,400

No Contract with Annual Cost of $10,000 or more.

Organization: Thailand

TABLE VIII(d)
Manpower Contract Detail

Description	FY 1987	FY 1988	FY 1989
N/A			

Organization: Thailand

TABLE VIII(e)
Obligations for Acquisition, Operation and Use of Information Technology Systems
($000)

Item and Explanation	FY 1987	FY 1988	FY 1989
1. Capital Investment			
A. Purchase of Hardware			
Purchase of automation by the Mission, such as Wang VS mini computer terminals, printers and upgrade of the equipment.	31.5	28.0	23.9
B. Purchase of Software			
Purchase of upgrade for Lotus 1-2-3, disk top publishing and Wang Office.	5.0	4.0	8.1
C. Site Facility	-	-	-
Sub-Total Section 1	36.5	32.0	32.0
2. Personnel			
A. Compensation, Benefits and Travel	17.0	17.5	18.0
B. Workyears	2	2	2
3. Equipment Rental, Space and Other Operating Costs			
A. Lease of Equipment	-	-	-
B. Space	3.1	3.4	3.8
C. Supplies and Other Material	4.5	5.6	6.5
D. Non-Commercial Training	-	-	-
Sub-Total Section 3	7.6	9.0	10.3

Organization: Thailand

TABLE VIII(e)
Continued
($000)

Item and Explanation	FY 1987	FY 1988	FY 1989
4. Commercial Services			
A. Computer Time	-	-	-
B. Leased Telecommunications Services	-	-	-
C. Operations and Maintenance			
(1) Operations	-	-	-
(2) Maintenance			
Other Than WANG equipment	-	-	-
WANG equipment (Local maintenance)			
WANG equipment (AID/W maintenance)	65.0	71.5	78.7
D. Systems Analysis and Programming	-	-	10.0
E. System Design and Engineering	-	-	-
F. Studies and Other	-	-	15.0
Sub-Total Section 4	65.0	71.5	103.7
5. TOTAL DOLLARS	126.1	130.0	164.0
TOTAL WORKYEARS (from item 2A)	2	2	2
6. Mission Allowance Levels			
A. Existing Systems			
B. New or Expanded Systems			

FY 1989 ANNUAL BUDGET SUBMISSION
Privatization Plan

A. Background

This FY 1989 ABS Privatization Plan is an extension of the FY 1988 ABS Plan and provides an update of privatization activities carried out by USAID over the past year.

The FY 1988 ABS referred to the then pending Sixth National Economic and Social Development Plan (Sixth Plan) which we anticipated would include a privatization policy statement. As intended, USAID co-sponsored the "Policy Conference on Appropriate Models of Privatization for the Sixth Plan" conducted in August 1986 by the Public Enterprise Institute (PEI) at Chulalongkorn University. This conference recommended, and the ultimate Sixth Plan adopted, a policy position firmly calling for: privatization of state owned enterprises (SOEs) including the full range of such activities, e.g., all four categories as defined in STATE 189806 dated June 16, 1986; the establishment of a central body to develop an implementation plan for privatization; and the initiation of actual privatization actions.

A National State Enterprise Committee (NSEC) was formed in November 1986 representing the "central body" called for in the Sixth Plan. The NSEC is comprised of key RTG ministries and agencies responsible for RTG economic and fiscal policy and planning. The Comptroller-General's Department of the Ministry of Finance has been designated the NSEC Secretariat.

On December 9, 1986, USAID offered assistance to the NSEC in the development and implementation of a privatization strategy. As an initial step, the NSEC prepared a draft action plan for internal review and comment in January 1987. USAID understands this draft plan to have called for an extensive state owned enterprise research and analysis effort that would eventually lead to privatization plans. Such an agenda would have required several years of effort before any substantive privatization activities could have been undertaken. The plan has not been adopted.

During February and March 1987, there were several public demonstrations by organized labor against the Sixth Plan privatization policy. On several occasions, the IMF, IBRD and USAID were described as having pressured the RTG to adopt a more aggressive privatization policy. During this period, the NSEC took minimal action.

NSEC Secretariat staff then met with USAID in early April 1987, in response to the December 1986 offer of assistance to discuss what assistance USAID might provide. Later that month, USAID received a formal request for assistance from the NSEC. USAID has since obtained a

commitment from the Bureau for Private Enterprise's Privatization Project (940-0008) to provide two individuals from the Center for Privatization to assist the NSEC and USAID in developing terms of reference for follow-on work to develop and implement a national privatization strategy. These consultants are expected to begin work in June.

B. USAID/Thailand Current Activities

USAID aims to encourage and assist in the formation of an institution empowered to cause the undertaking of substantial privatization actions. The composition of the NSEC, with the Ministry of Finance as the Chair and the Comptroller-General's Department as the Secretariat, represents an institution with such potential. The initial policy conference, later overtures of assistance, and subsequent planning meetings with the NSEC Secretariat have been the key elements in USAID's progress to date.

USAID also supported two additional PEI activities during FY 1987: (1) a seminar on financial restructuring of SOEs which opened discussions on the potential role of the Securities Exchange of Thailand (SET) in privatization; and (2) a roundtable discussion of the legal aspects pertaining to privatization. Most recently, a proposal from PEI to the Emerging Problems of Development II Project (493-0341) (EPD II) has been approved for funding. This one-year program includes a seminar to discuss labor issues and detailed research and analysis of the financial and management characteristics of certain SOEs. It is expected that the research will culminate in a public seminar on the privatization of certain SOEs, followed by a closed high-level seminar to refine the planning recommendations of the public seminar into an action plan for implementation by responsible ministries.

USAID has opened discussions with the Center for State Enterprise Studies (CSES) at Thammasat University, which incorporates resources from the National Institute for Development Administration and the private financial community as well. The CSES is currently developing its own privatization study proposal for consideration of funding under the Mission's EPD II project. USAID is providing guidance to CSES to avoid duplication of effort with PEI and to ensure a more coordinated overall effort.

C. Short-Term Plans

USAID will be actively involved in the consultancy to the NSEC from the Center for Privatization. It is anticipated that the product of this consultancy will provide the basis for a more definitive privatization plan for USAID. This initial consultancy will probably result in an action plan lacking the identification of actual targets of opportunity. The latter could be the subject of follow-on activities identified by this consultancy.

USAID will continue its support to PEI. We have several objectives: to assist PEI in carrying out its plans; to utilize PEI as a "neutral" institution to educate key interest groups on privatization issues; and to enhance PEI's capability to serve as a resource to the NSEC.

USAID will develop a supportive working relationship with CSES. The overall objectives are the same as those for PEI.

USAID is continuing to support the Joint Public Private Sector Consultative Committee under the Rural Industries and Employment project (493-0343) which will be used as a venue for further discussion of privatization issues.

USAID is continuing its investigation of means to support private generation of energy initiated last year with work done under the S&T Bureau's Cane/Energy Assessment Program.

D. Long-Term Activities

The results of the Center for Privatization consultancy to NSEC will provide USAID with information necessary to more accurately define realistic targets of opportunity in concert with the Royal Thai Government and the strategy for best addressing them.

E. Financial Resources

USAID has obtained a limited commitment from the Bureau for Private Enterprise to provide the services of two individuals from the Center for Privatization to assist in terms of reference development for follow-on work. No USAID resources are required for this initial effort.

The PEI has requested up to $55,000 from the EPD II project for its proposed activities. The ultimate level of commitment is dependent upon the final detailed budget to be submitted by PEI. This activity will extend into FY 1988.

It is possible that a proposal of similar magnitude will be received from the CSES. It will receive USAID support to the extent it is additive to the PEI program and supportive of NSEC initiatives.

Without a more definitive plan it is difficult to determine future resource requirements and appropriate sources. Conceivably a portion of the privatization strategy could be supported from additional EPD II funds if it can be structured appropriately. It is unlikely that USAID will be able to tap extremely limited PD&S resources in FY 1987, and any additional support will have to come from central funds. For FY 1988, assuming a more definitive plan has been developed, the Mission may request limited support of AID/W from PD&S resources.