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UNCLASSIFIED

Annual Budget Submission

FY 1989

BOLIVIA

JUNE 1987

Agency for International Development
Washington, D.C. 20523

UNCLASSIFIED

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USAID/Bolivia

FY 1989 ANNUAL BUDGET SUBMISSION

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Highlights

- Per guidance in the Bolivia FY 88/89 Action Plan Review cable (STATE 061351), SDA account levels in FYs 1988 and 1989 have been held at $6.7 million per year.

- Also per the Action Plan Review cable, we have budgeted the start of two new Child Survival Activities in FY1988, and thereby maintained the CS obligation level at $3.0 million per year in FYs 1988 and 1989.

- Despite our efforts at cost containment, an approved 60.5% wage increase for FSN personnel, the addition of two new USDH slots and overall program growth will necessarily raise our OE requirements.

- Although we have estalished an ESF trust fund agreement with the GOB wherety ten percent of local currency generations are used to support USAID operating costs, AID/W should bear in mind that U.S. legislation conditions ESF for Bolivia on GOB performance in the narcotics area, and there is thus no guarantee that trust funds will in fact be available. If USAID/Bolivia does not receive the first half of its FY 1987 ESF allocation it will require an additional $730,000 in OE funds to supplement its OE budget.

511 BOLIVIA FY 1989 ANNUAL BUDGET SUBMISSION May 29, 1987
TABLE I - LONG RANGE PLAN BY APPROPRIATION ACCOUNT ($000)

	FY 1986 ACTUAL	FY1987 ESTIMATE	'--FY 1988-- CP	ESTIMATE	FY 1989 AAPL	---------PLANNING PERIOD --------- 1990	1991	1992	1993
AGRICULTURE, RURAL DEVELOPMENT AND NUTRITION									
TOTAL	13714	12151	8000	11450	12280	11890	11100	11100	11100
GRANTS	7411	12151	8000	11450	4278	11195	11100	11100	11100
LOANS	6303	0	0	0	8002	695	0	0	0
POPULATION PLANNING									
TOTAL	30	60	130	80	100	200	200	200	200
GRANTS	30	60	130	80	100	200	200	200	200
LOANS		0	0	0	0	0	0	0	0
CENTRALLY PROCURED COMMODITIES				(10)	(12)				
HEALTH									
TOTAL	2348	586	1300	350	250	600	600	600	600
GRANTS	2348	586	1300	350	250	600	600	600	600
LOANS	0	0	0	0	0	0	0	0	0
CHILD SURVIVAL INITIATIVE									
TOTAL	500	3014	4300	3000	3000	3000	3000	3000	3000
GRANTS	500	3014	4300	3000	3000	3000	3000	3000	3000
LOANS		0	0	0	0	0	0	0	0
EDUCATION									
TOTAL	4520	1470	1500	1020	270	270	1000	1000	1000
GRANTS	4520	1470	1500	1020	270	270	1000	1000	1000
LOANS		0	0	0	0	0	0	0	0
SELECTED DEVELOPMENT ACTIVITIES									
TOTAL	3850	3219	7370	6700	6700	6700	6700	6700	6700
GRANTS	3850	3219	7370	6700	6700	6700	6700	6700	6700
LOANS	0	0	0	0	0	0	0	0	0
SUBTOTAL FUNCTIONAL ACCOUNTS									
TOTAL	24962	20500	22600	22600	22600	22660	22600	22600	22600
GRANTS	18659	20500	22600	22600	14598	21965	22600	22600	22600
LOANS	6303	0	0	0	8002	695	0	0	0
INTERNATIONAL DISASTER ASSISTANCE									
TOTAL	0	0	0	0	0	0	0	0	0
GRANTS	0	0	0	0	0	0	0	0	0
LOANS	0	0	0	0	0	0	0	0	0
TOTAL DA ACCOUNT									
TOTAL	24962	20500	22600	22600	22600	22660	22600	22600	22600
GRANTS	18659	20500	22600	22600	14598	21965	22600	22600	22600
LOANS	6303	0	0	0	8002	695	0	0	0
ECONOMIC SUPPORT FUND									
TOTAL	7177	15000	30000	30000	30000	30000	30000	30000	30000
GRANTS	7177	15000	30000	30000	30000	30000	30000	30000	30000
LOANS	0	0	0	0	0	0	0	0	0

DA AND ESF TOTAL									
TOTAL	32139	35500	52600	52600	52600	52660	52600	52600	52600
GRANTS	25836	35500	52600	52600	44598	51965	52600	52600	52600
LOANS	6303	0	0	0	8002	695	0	0	0
PL480									
TITLE I	0	0	0	0	0	0	0	0	0
TITLE II	11045	8993	8993	8741	8741	8741	8741	8741	8741
TITLE III	20000	25000	20000	20000	20000	20000	20000	20000	20000
HOUSING GUARANTEES									
TOTAL	0	(15000) (1)	0	0	0	0	0	0	0

(1) HIG originally approved in FY 1983. Disbursement expected this year.

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TABLE IV - PROJECT BUDGET DATA ($000)

No.	Project Name	G/L	Init. Oblig.	Final Oblig.	TOTAL COST Auth.	TOTAL COST Planned	Through FY 1987 Obligations	Through FY 1987 Expenditures	Mortgage End of FY 87	Proposed FY 1988 Obligations	Proposed FY 1988 Expenditures	FY 1989 Obligations	Special Codes	FY1988 Percent PVO	FY1989 Percent PVO	PACD	Subcat
Agriculture, Rural Development and Nutrition																	
00.01	PD&S	G	74	Cont.	Cont	Cont	2790	2623	0	500	450	500				01/01/90	FNPA
0466	Rural Access Roads II	G	78	79	300	300	300	218	0	0	82	0				12/31/87	FNRR
		L	78	79	9042	9042	9042	4829	(1) 0	0	0	0					
0472	Agri. and Artisanry	G	78	86	2150	2150	2150	1446	0	0	704	0	NID			01/09/88	FNPE
		L	78	85	9200	9200	9200	8000	0	0	1200	0					
0511	Departamental Dev. Corp.	L	79	79	7000	7000	7000	7000	0	0	0	0				03/31/87	FNIL
0543	Chapare Reg. Dev.	G	83	87	4400	4400	4400	2586	0	0	1814	0				08/31/88	FNPE
		L	83	85	12500	12500	12500	7187	0	0	5313	0					
0573	Market Town Cap.Form.	G	86	88	3500	3500	3157	600	343	343	1000	0				07/22/91	FNPE
		L	86	90	15000	15000	6303	1500	8697	0	1500	8002					
0577	Industrial Transition	G	87	89	0	6000	1000	500	5000	5000	1500	0				09/30/91	SDPE
0581	Disaster Recovery	G	84	84	9000	9000	9000	9000	0	0	0	0				06/30/87	SDDS
		L	84	85	43500	43500	43500	43500	0	0	0	0					
0585	Agriculture Marketing	G	88	90	0	7000	0	0	0	3222	400	3778				09/30/91	FNMS
0589	Private Ag. Orgs.	G	86	88	4200	4200	1815	500	2385	2385	900	0		10	10	12/31/90	FNIL
0591	Emergency Agr. Credit	G	86	87	10000	10000	10000	10000	0	0	0	0				03/30/88	FNFA
									0	0							
	Sub-Totals						122157	99489	16425	11450	14863	12280					
	Grants						34612	27473	7728	11450	6850	4278					
	Loans						87545	72016	8697	0	8013	8002					
	Health																
00.02	PD&S	G	74	Cont.	Cont.	Cont.	897	755	0	150	200	250				01/01/90	HEPP
0458	Rural Sanitation	G	77	80	310	310	310	310	0	0	0	0	NA			09/15/87	HEWS
		L	77	77	4000	4000	4000	4000	0	0	0	0					
0536	Tiwanacu Rural Health	G	83	85	300	300	300	300	0	0	0	0				09/30/87	HEDH
0569	Self-Fin.Prim.Health	G	83	89	2100	1486	1286	992	200	200	200	0				08/31/90	HEDH
0599	CARE Water and Health	G	86	89	2200	2186	2186	1500	0	0	500	0	NA	100	100	09/20/90	HEWS
	Sub-Total						8979	7857	200	350	900	250					
	Grants						4979	3857	200	350	900	250					
	Loans						4000	4000	0	0	0	0					
	Child Survival																
0569	Self-Fin.Prim.Health	G	83	89	600	600	600	200	0	0	200	0	CS			08/31/90	HEDH
0590	ORT Growth Monitoring	G	85	90	436	786	586	325	200	200	309	0	CS	100		09/20/89	CSPV
0599	CARE Water and Health	G	86	89	2300	2314	2314	1000	0	0	900	0	CS	100		09/20/90	HEWS
0590	ORS Packets	G	87	Cont.		1950	450	450	1500	500	500	500	CS			12/31/88	CSII
0601	PVO Health	G	88	90		1500	0	0	0	1100	200	400	CS	100	100	09/30/91	CSPV
0602	Immunization	G	88	89		3300	0	0	0	1200	400	2100	CS			09/30/91	HECS
	Sub-Total						3950	1975	1700	3000	2509	3000					
	Grants						3950	1975	1700	3000	2509	3000					
	Loans						0	0	0	0	0	0					
	Population																
00.05	PD&S	G	Cont.	Cont.	Cont.	Cont.	111	84	0	80	80	100		30	30	01/01/90	PNPP
	Sub-Totals						111	84	0	80	80	100					
	Grants						111	84	0	80	80	100					
	Loans																

(1) Includes a planned deob of $4,213

No.	Project Name	S/L	Init. Oblig.	Final Oblig.	TOTAL COST Auth.	TOTAL COST Planned	Through FY 1987 Obligations	Through FY 1987 Expenditures	Mortgage End of FY 87	Proposed FY 1988 Obligations	Proposed FY 1988 Expenditures	FY 1989 Obligations	Special Codes	FY1988 Percent PVO	FY1989 Percent PVO	PACD	Subcat
	Education and Human Res.																
00.03	PDAS	G	74	Cont.	Cont.	Cont.	1151	921	0	270	250	270		30	30	06/01/90	EDPP
0471	Rural Dev. Planning	G	78	84	3950	3949	3949	3949	0	0	0	0				03/31/87	EDRA
0482	Rural Education II	G	77	84	2129	2129	2129	2129	0	0	0	0				03/31/87	EDED
		L	77	77	10000	10000	10000	10000	0	0	0	0					
0580	Management Training	G	85	87	2700	3000	3000	993	0	0	900	0				08/31/89	EDRA
0584	Training for Dev.	G	85	88	2500	2500	2500	784	0	0	700	0				06/30/89	EDRA
0592	Narcotics Awareness	G	86	88	500	1900	1150	200	750	750	300	0		50		08/31/89	EDRZ
	Sub-Total						23879	10976	750	1020	2150	270					
	Grants						13879	8976	750	1020	2150	270					
	Loans						10000	10000	0	0	0	0					
	Selected Dev. Activities																
00.04	PDAS	G	74	Cont.	Cont.	Cont.	1650	1173	0	500	250	500				09/30/99	SDPP
0412	Special Dev.Act.	G	64	Cont.	Cont.	1967	1517	1303	0	150	150	150		30	30	12/31/87	SDDR
0511	Departmental Dev.Corp	L	79	79	3000	3000	3000	3000	0	0	0	0				03/31/87	SDPE
0567	Low Cost Shelter Pr.Sec	G	83	88	1650	1650	1450	1044	200	200	350	0				09/30/89	SDRA
0571	Policy Reform	G	83	89	5000	5000	3812	2126	1188	700	950	688				08/30/89	SDPP
0577	Industrial Transition	G	87	90	0	4200	369	0	3831	1145	500	886				09/30/91	SDPE
0583	Handicraft Export	G	85	89	3000	3000	2375	1178	625	625	1000	0		50		08/31/89	FDPE
0596	Small Enterp. Dev.	G	88	91	0	10000	0	0	0	1200	200	2376		80	80	09/30/93	SDPE
0598	Strengthening Fin.Markt	G.	87	90	0	6400	500	200	5900	2300	1200	2300				09/30/91	SDRZ
	Sub-Totals						14673	10024	11744	6700	4800	6700					
	Grants						11673	7024	11744	6700	4800	6700					
	Loans						3000	3000	0	0	0	0					
	Total Dev. Assistance						173749	138405	30819	22600	25302	22600					
	Grants						69204	49389	22122	22600	17289	14598					
	Loans						104545	89016	8697	0	8013	8002					
	Economic Support Funds																
0570	Economic Stabilization	G	86	86	7177	7177	0	0	0	0	0	0					
0593	Economic Recovery	G	87	87	0	15000	15000	15000	0	0	0	0					
0595	Economic Recovery	G	88	88	0	30000	0	0	0	30000	30000	0					
0575	Economic Recovery	G	89	89	0	30000	0	0	0	0	0	30000					
0576	Economic Recovery	G	90	90	0	30000	0	0	0	0	0	0					
	Total						[illegible]	[illegible]	-	[illegible]	[illegible]	[illegible]					
	Grants						15000	15000	0	30000	30000	30000					
	Loans																
	Country Total						188749	153405	30819	52600	55302	52600					
	Grants						84204	64389	22122	52600	47289	44598					
	Loans						104545	89016	8697	0	8013	8002					

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TABLE IV ATTACHMENT 4
CHILD SURVIVAL

May 18, 1987 0900

No.	Project Name	G/L	Life of Project	FY 1987 Est.	FY 1988 Est.	FY 1989 AAPL
	Child Survival					
0569	Self Financing Prim.	G	600	600	0	0
0590	ORT Growth Monitoring	G	786	150	200	0
0599	CARE Water & Health Ser	G	2314	1814	0	0
0600	ORS Packets	G	1950	450	500	500
0601	PVO Health	G	1500	0	1100	400
0602	Immunization	G	3300	0	1200	2100
	Total			3014	3000	3000
	Grants			3014	3000	3000
	Loans			0	0	0

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TABLE V - PROJECT RANKING

Rank	No.	Project Name	N/O	G/L	APP	FY 1989 Obligations	Cumulative
1		Title III	O		P3	(20000)	0
2	0575	Economic Recovery	N	G	ES	30000	30000
3	0571	Policy Reform	O	G	SD	488	30488
4	0573	Market Town	O	L	FN	8002	38490
5	0585	Agriculture Marketing	O	G	FN	3778	42268
6	0596	Small Enterp. Dev.	O	G	SD	2376	44644
7	0577	Industrial Transition	O	G	FN	886	45530
8	0598	Strengthening Fin.Markts.	O	G	SD	2300	47830
9		Title II	O		P2	(8741)	47830
10	0000	PD&S	O	G		1620	49450
11	0600	ORS Packets	O	G	CS	500	49950
12	0602	Immunization	O	G	CS	2100	52050
13	0601	PVO Health	O	G	CS	400	52450
14	0412	Special Dev.Act.	O	G	SD	150	52600
		Total				52600	

LOCAL CURRENCY USE PLAN

A. USAID STRATEGY FOR THE USE OF LOCAL CURRENCY

Local currency from PL 480 and ESF constitutes a vital resource essential to promote dialogue on important policy objectives and vital to the implementation of USAID/Bolivia strategic objectives: i.e. short-term economic stabilization, basic structural reforms leading to sustained economic growth, and a wider sharing of the benefits of growth.

Whenever possible, local currency resources from P.L. 480 are used to finance the local cost components of DA project activities to maximize the benefits realized from the U.S. dollar input. The resources generated under the prior P.L. 480 Title I and III Agreements are being used to finance rural development projects, agricultural production and marketing projects, health and education services, environmental protection activities, and infrastructure development--much of which is being carried out by private sector entities. This project trend will continue during the FY 1988-89 period. The flexibility inherent in the P.L. 480 Title III Program has allowed USAID to respond quickly when resources have been required for special policy or program critical situations. An example of this was the relief effort mounted immediately following the El Niño disasters in 1983. In this case, local currency resources financed agricultural credit, housing and community development and disaster recovery program support activities worth a total of $30 million. Other examples include the financing of a $2.0 million rice marketing project in the Santa Cruz area and support for a vital audit of the Central Bank by the Bolivian Controller General.

Local currency resources are allocated in accordance with the overall USAID program strategy. Priorities for use of these resources are set in annual P.L. 480 agreements with the GOB and are designed to complement the strategy.

B. PROGRAM SUMMARIES

FY 1987 currency resources available to USAID are being used as follows:

1. PL-480 Title I ($12.8 million)

This FY, the balance of local currency from the 1985 Title I Program will continue to finance Chapare Regional Development Project support activities, land use capability survey work, and natural resource management and protection initiatives.

2. PL 480 Title III (local currency equal to $26.7 million in FY 1987, and $20.0 million per year in FYs 1988 at 1989).

The local currency funding provided by the 1978 Title III Agreement has been nearly exhausted ($6.7 million remains). The majority of the projects have been transferred to the 1986/87 Title III Agreement and only three subprojects remain active: National Wheat Production, Strengthening of Producers' Associations, and Agroindustrial Credits to Small and Medium Enterprises. The 1986 Title III Agreement has recently been amended and increased to a total of $40 million. The following activities are being implemented this FY under the Title III Agreement: Rural Development ($2.7 million), Health ($2.8 million), Policy Reform ($1.0 million), and Program Administration ($0.5 million), all of which are within the public sector; private sector activities include: Agricultural Credit and Development ($15.1 million), Training, Education, Health and Nutrition ($1.3 million), and Privatization and Micro-Enterprise Support ($3.3 million).

3. Economic Support Funds (local currency equal to $14.7 million in FY 1987, and $30.0 million per year in FYs 1988 and 1989)

Ten percent of E.S.F. proceeds from FY 1987 funds will be deposited into a trust fund for USAID operating expenses. The remainder will support three general activities:

a) Strengthening and improving the GOB public administration ($3.0 million);
b) Employment-generating activities ($3.0 million);
c) Funding of GOB contributions to other donor projects ($7.2 million).

Under the first activity, ESF funds have provided for the relocation of COMIBOL miners to the Yungas area and severance payments to various public sector employees. In the field of strengthening public administration, ESF funds have contributed to the development of a GOB financial administration and control system. Employment-generating activities have included the construction of various bridges, roads, housing units, school classrooms, and food production centers. Future year uses will be determined through an annual consultation process, but USAID expects allocations to be directed toward these general areas.

C. LOCAL CURRENCY MANAGEMENT

Local currency resources are managed in a coordinated and integrated way with dollar resources. The criteria used for determining the appropriateness of Development Assistance funding are also used for the programming of local currency. The Executive Secretariat of the PL 480 Title III Program has proven to be an efficient administrator of PL 480-generated local currency since its creation in 1978. It fully analyzes proposals for financing under the umbrella projects included in the Title III, Title I, and Disaster Recovery programs, obtains Mission approval of each activity, controls disbursements to implementing entities, monitors activites, and evaluates progress achieved. One USAID/Bolivia USDH (working part-time on other activities as well) and one USAID/Bolivia full-time FSN are responsible for coordination with the Secretariat. Other USAID staff members review and monitor specific local currency supported activities as necesary.

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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	ADDITIONAL 1986 USES	1987 EST. 1/	1988 PLANNED 1/	1989 PROP. 1/
I. ECONOMIC SUPPORT FUND					
A. Public Dev. Activities					
1. Reduction of the size of the public sector	1,172	-	-	4,000	4,000
2. Strengthening and improving the public administration	-	-	3,000	6,500	5,500
B. Private Sector Programs					
1. Employment-generating activities	-		3,000	10,000	11,500
2. Narcotics Awarenesss actitivies	200	5,087	-	1,500	1,000
3. GOB Counterpart contribution for Other Donor projects	-	-	7,200	5,000	5,000
C. Public Sector Recurrent Budget	-	118	-	-	-
D. AID Operating Expenses (Trust Fund)	600	-	1,460	3,000	3,000
Total	1,972	5,205	14,660	30,000	30,000
II. DEVELOPMENT ASSISTANCE 2/					
1. Chapare Community Dev.	100	-	-	-	-
2. Valle Alto Community Dev.	-	-	650	600	600
B. Private Sector Programs, Small Enterprise Credit					
Small and Medium Enterprise Credit	2,578	-	4,818	-	-
C. Public Sector Recurrent Budget	-	-	-	-	-
D. AID operating Expenses (Trust Funds)	-	-	-	-	-
TOTAL	2,678	-	5,468	600	600
SUBTOTAL ESF AND DA	4,650	-	20,128	30,600	30,600

1/ Illustrative figures, final figures to be negotiated with GOB
2/ Local currency generations from commodity import component of Disaster Assistance Project

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

Source/Purposes	1986 ACTUAL	ADDITIONAL 1986 USES	1987 EST.	1988 PLANNED	1989 PROP.
III. PL 480 Program Title III					
A. Public Development Activities					
1. Rural Dev. and Infrastructure Program/Nat. Resource Planning	4,661	-	2,663	1,250	1,250
2. Health and Nutrition Programs	1,009	-	2,765	500	500
3. Policy Reform	-	-	1,000	800	800
4. Program and Institutional Support	453	-	520	2,100	2,100
B. Private Sector Programs					
1. Dev. of Small and Medium Enterprises	-	-	3,250	5,700	5,700
2. Agricultural Development	3,002	6,633	8,482	7,650	7,650
3. Health, Education and Training	216	-	1,320	1,000	1,000
C. Public Sector Recurrent Budget					
1. Child Survival (includes the amount of this counterpart which is in direct support of AID projects)	-	-	-	1,000	1,000
2. Agriculture or other subsidies	-	-	-	-	-
D. AID Operating Expenses (Trust Funds)	-	-	-	-	-
TOTALS	9,341	6,633	20,000	20,000	20,000
Title I 1/					
A. Public Development Activities					
1. Regional Dev./Rural Infrastructure	1,978	-	7,765	-	-
2. Policy Analysis/Inst. Support	1,120	-	578	-	-
B. Private Sector Programs					
1. Productive Credit	3,707	-	2,990	-	-
2. Use and Protection of Nat. Resources	495	-	1,195	-	-
3. Private Educational Institutions	72	-	24	-	-
C. Public Sector Recurring Budget					
1. Child Survival	31	-	46	-	-
D. AID Operating Expenses	174	-	163	-	-
TOTALS	7,577	-	12,761	-	-
TOTAL PL 480	16,918	6,633	39,394	20,000	20,000

1/ Title I program will have been completed with disbursements projected through FY 1987.

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TABLE VIII

FY 1988-1989 ACTION PLAN
BOLIVIA (25511)

EXPENSE CATAGORY	FUNCTION	OBJ CLASS	FY 1986 ACT. ($ 000) DOLLARS	TRUST FUNDS	TOTAL	UNITS	UNIT COST	FY 1987 EST. ($ 000) DOLLARS	TRUST FUNDS	TOTAL	UNITS	UNIT COST	FY 1988 REQUEST ($ 000) DOLLARS	TRUST FUNDS	TOTAL	UNITS	UNIT COST	FY 1989 REQUEST ($ 000) DOLLARS	TRUST FUNDS	TOTAL BUD	UNITS	UNIT COST
U.S. DIRECT HIRE	U100		0.0	0.0	0.0			1,662.7	0.0	1,662.7			1,445.8	0.0	1,445.8			1,491.7	0.0	1,491.7		
U.S. CITIZENS BASIC PAY	U101*	110	0.0		0.0	0.0	ERR	896.0		896.0	16.0	56.0	896.0		896.0	17.0	52.7	896.0		896.0	17.0	52.7
PT/TEMP U.S. BASIC PAY	U102*	112	0.0		0.0			0.0		0.0			0.0		0.0			0.0		0.0		
DIFFERENTIAL PAY	U103*	116	0.0		0.0			224.0		224.0			224.0		224.0			224.0		224.0		
OTHER AID/W FUNDED CODE 11	U104*	119	0.0		0.0			0.0		0.0			0.0		0.0			0.0		0.0		
OTHER MISSION FUNDED CODE 11	U105	119	0.0	0.0	0.0			0.0	0.0	0.0			0.0	0.0	0.0			0.0	0.0	0.0		
EDUCATION ALLOWANCES	U106	126	0.0	0.0	0.0	0.0	ERR	76.0	0.0	76.0	25.0	3.0	73.0	0.0	73.0	29.0	2.5	87.0	0.0	87.0	31.0	2.8
RETIREMENT-U.S. DIRECT HIRE	U107*	120	0.0		0.0			73.0		73.0			73.0		73.0			73.0		73.0		
LIVING ALLOWANCES	U108	429	0.0	0.0	0.0			0.0	0.0	0.0			0.0	0.0	0.0			0.0	0.0	0.0		
OTHER AID/W FUNDED CODE 12	U109*	129	0.0		0.0			20.0		20.0			20.0		20.0			20.0		20.0		
OTHER MISSION FUNDED CODE 12	U110	129	0.0	0.0	0.0			26.6	0.0	26.6			12.6	0.0	12.6			9.3	0.0	9.3		
POST ASSIGNMENT - TRAVEL	U111	212	0.0	0.0	0.0	0.0	ERR	22.3	0.0	22.3	9.0	2.5	7.2	0.0	7.2	2.0	3.6	10.8	0.0	10.8	3.0	3.6
POST ASSIGNMENT - FREIGHT	U112	220	0.0	0.0	0.0	0.0	ERR	214.5	0.0	214.5	9.0	23.8	50.0	0.0	50.0	2.0	25.0	75.0	0.0	75.0	3.0	25.0
HOME LEAVE - TRAVEL	U113	212	0.0	0.0	0.0	0.0	ERR	25.4	0.0	25.4	8.0	3.2	23.4	0.0	23.4	7.0	3.3	36.6	0.0	36.6	10.0	3.7
HOME LEAVE - FREIGHT	U114	220	0.0	0.0	0.0	0.0	ERR	46.0	0.0	46.0	8.0	5.8	19.0	0.0	19.0	7.0	2.7	25.0	0.0	25.0	10.0	2.5
EDUCATION TRAVEL	U115	215	0.0	0.0	0.0	0.0	ERR	3.2	0.0	3.2	4.0	0.8	3.2	0.0	3.2	4.0	0.8	4.0	0.0	4.0	4.0	1.0
R AND R TRAVEL	U116	215	0.0	0.0	0.0	0.0	ERR	20.7	0.0	20.7	21.5	1.0	29.4	0.0	29.4	31.5	0.9	16.0	0.0	16.0	17.5	0.9
OTHER CODE 215 TRAVEL	U117	215	0.0	0.0	0.0	0.0	ERR	15.0	0.0	15.0	4.0	3.8	15.0	0.0	15.0	4.0	3.8	15.0	0.0	15.0	4.0	3.8
F. N. DIRECT HIRE	U200		0.0	0.0	0.0			841.0	0.0	841.0			937.4	0.0	937.4			942.0	0.0	942.0		
BASIC PAY	U201	116	0.0	0.0	0.0	0.0	ERR	719.5	0.0	719.5	33.0	21.8	770.9	0.0	770.9	33.0	23.4	771.0	0.0	771.0	33.0	23.4
OVERTIME, HOLIDAY PAY	U202	115	0.0	0.0	0.0	0.0	ERR	17.0	0.0	17.0	0.5	34.0	18.2	0.0	18.2	0.5	36.4	18.5	0.0	18.5	0.5	37.0
ALL OTHER CODE 11 - FN	U203	119	0.0	0.0	0.0			45.6	0.0	45.6			74.3	0.0	74.3			76.5	0.0	76.5		
ALL OTHER CODE 12 - FN	U204	129	0.0	0.0	0.0			58.9	0.0	58.9			69.0	0.0	69.0			71.0	0.0	71.0		
BENEFITS FORMER FN PERSONNEL	U205	130	0.0	0.0	0.0			0.0	0.0	0.0			5.0	0.0	5.0			5.0	0.0	5.0		
CONTRACT PERSONNEL	U300		0.0	0.0	0.0			1,591.7	0.0	1,591.7			1,596.4	0.0	1,596.4			1,650.2	0.0	1,650.2		
PASA TECHNICIANS	U301	258	0.0	0.0	0.0			0.0	0.0	0.0			0.0	0.0	0.0			0.0	0.0	0.0		
U.S. PSC - SALARY/BENEFITS	U302	113	0.0	0.0	0.0	0.0	ERR	115.7	0.0	115.7	3.0	38.6	131.4	0.0	131.4	3.0	43.8	143.7	0.0	143.7	3.0	47.9
ALL OTHER U.S. PSC COSTS	U303	255	0.0	0.0	0.0			0.0	0.0	0.0			0.0	0.0	0.0			0.0	0.0	0.0		
F.N. PSC - SALARY/BENEFITS	U304	113	0.0	0.0	0.0	0.0	ERR	1,476.0	0.0	1,476.0	82.0	18.0	1,465.0	0.0	1,465.0	82.0	17.9	1,514.5	0.0	1,514.5	82.0	18.5
ALL OTHER F.N. PSC COSTS	U305	255	0.0	0.0	0.0			0.0	0.0	0.0			0.0	0.0	0.0			0.0	0.0	0.0		
HANPOWER CONTRACTS	U306	259	0.0	0.0	0.0			0.0	0.0	0.0			0.0	0.0	0.0			0.0	0.0	0.0		
JCC COSTS PAID BY AID/W	U307*	113	0.0	0.0	0.0			0.0	0.0	0.0			0.0	0.0	0.0			0.0	0.0	0.0		
HOUSING	U400		0.0	0.0	0.0			51.3	298.8	350.1			347.7	0.0	347.7			375.1	0.0	375.1		
RESIDENTIAL RENT	U401	235	0.0	0.0	0.0			0.0	211.0	211.0			219.0	0.0	219.0			233.0	0.0	233.0		
RESIDENTIAL UTILITIES	U402	235	0.0	0.0	0.0			0.0	27.1	27.1			33.4	0.0	33.4			33.8	0.0	33.8		
MAINTENANCE AND RESERVATION	U403	259	0.0	0.0	0.0			0.0	5.0	5.0			5.0	0.0	5.0			5.0	0.0	5.0		
QUARTERS ALLOWANCE	U404	127	0.0	0.0	0.0	0.0	ERR	0.0	0.0	0.0	0.0	ERR	0.0	0.0	0.0	0.0	ERR	0.0	0.0	0.0	0.0	ERR
RESIDENTIAL FURNITURE/EQUIP	U405	311	0.0	0.0	0.0			44.1	46.6	90.7			70.4	0.0	70.4			81.0	0.0	81.0		
TRANS./FREIGHT - CODE 311	U406	220	0.0	0.0	0.0			7.2	7.0	14.2			17.6	0.0	17.6			20.0	0.0	20.0		
SECURITY GUARD SERVICES	U407	259	0.0	0.0	0.0			0.0	0.0	0.0			0.0	0.0	0.0			0.0	0.0	0.0		
OFFICIAL RESIDENCE ALLOWANCE	U408	254	0.0	0.0	0.0			0.0	1.1	1.1			1.2	0.0	1.2			1.2	0.0	1.2		
REPRESENTATION ALLOWANCES	U409	252	0.0	0.0	0.0			0.0	1.0	1.0			1.1	0.0	1.1			1.1	0.0	1.1		

FY 1988-1989 ACTION PLAN
BOLIVIA (25511)

EXPENSE CATAGORY	FUNCTION	OBJ CLASS	FY 1986 ACT. ($ 000) DOLLARS	TRUST FUNDS	TOTAL	UNITS	UNIT COST	FY 1987 EST. ($ 000) DOLLARS	TRUST FUNDS	TOTAL	UNITS	UNIT COST	FY 1988 REQUEST ($ 000) DOLLARS	TRUST FUNDS	TOTAL	UNITS	UNIT COST	FY 1989 REQUEST ($ 000) DOLLARS	TRUST FUNDS	TOTAL BUD	UNITS	UNIT COST
OFFICE OPERATIONS	U500		0.0	0.0	0.0			333.6	534.2	867.8			1,126.3	0.0	1,126.3			1,305.4	0.0	1,305.4		
OFFICE RENT	U501	234	0.0	0.0	0.0			0.7	12.3	13.0			221.7	0.0	221.7			233.7	0.0	233.7		
OFFICE UTILITIES	U502	234	0.0	0.0	0.0			18.2	47.1	65.3			45.2	0.0	45.2			49.4	0.0	49.4		
BUILDING MAINT./RENOVATION	U503	259	0.0	0.0	0.0			0.0	5.0	5.0			5.0	0.0	5.0			5.0	0.0	5.0		
OFFICE FURNITURE/EQUIPMENT	U504	310	0.0	0.0	0.0			63.0	0.0	63.0			64.5	0.0	64.5			64.4	0.0	64.4		
VEHICLES	U505	312	0.0	0.0	0.0	0.0	ERR	47.2	0.0	47.2	3.0	15.7	51.0	0.0	51.0	3.0	17.0	79.0	0.0	79.0	4.0	19.8
OTHER EQUIPMENT	U506	319	0.0	0.0	0.0			7.0	0.0	7.0			7.2	0.0	7.2			33.2	0.0	33.2		
TRANSPORTATION / FREIGHT	U507	220	0.0	0.0	0.0			25.1	0.0	25.1			26.5	0.0	26.5			44.5	0.0	44.5		
FURN/EQUIP/VEH REPAIR/MAINT.	U508	259	0.0	0.0	0.0			14.9	40.1	55.0			40.0	0.0	40.0			43.0	0.0	43.0		
COMMUNICATIONS	U509	230	0.0	0.0	0.0			5.0	75.0	80.0			83.0	0.0	83.0			89.0	0.0	89.0		
SECURITY GUARD SERVICES	U510	259	0.0	0.0	0.0			9.5	5.5	15.0	5.0	3.0	17.5	0.0	17.5	5.0	3.5	17.5	0.0	17.5	5.0	3.5
PRINTING	U511	240	0.0	0.0	0.0			0.0	0.0	0.0			0.0	0.0	0.0			0.0	0.0	0.0		
SITE VISIT-MISSION PERSONNEL	U512	210	0.0	0.0	0.0	0.0	ERR	0.0	35.0	35.0	140.0	0.3	45.0	0.0	45.0	175.0	0.3	49.5	0.0	49.5	175.0	0.3
SITE VISIT-AID/ PERSONNEL	U513	210	0.0	0.0	0.0	0.0	ERR	10.0	0.0	10.0	3.0	3.3	10.0	0.0	10.0	5.0	2.0	11.0	0.0	11.0	5.0	2.2
INFORMATION MEETINGS	U514	210	0.0	0.0	0.0	0.0	ERR	0.0	5.0	5.0	2.0	2.5	10.0	0.0	10.0	3.0	3.3	11.0	0.0	11.0	3.0	3.7
TRAINING ATTENDANCE	U515	210	0.0	0.0	0.0	0.0	ERR	0.0	15.0	15.0	8.0	1.9	20.0	0.0	20.0	10.0	2.0	22.0	0.0	22.0	10.0	2.2
CONFERENCE ATTENDENCE	U516	210	0.0	0.0	0.0	0.0	ERR	0.0	20.0	20.0	7.0	2.9	25.0	0.0	25.0	10.0	2.5	27.5	0.0	27.5	10.0	2.8
OTHER OPERATIONAL TRAVEL	U517	210	0.0	0.0	0.0	0.0	ERR	0.0	15.0	15.0	5.0	3.0	15.0	0.0	15.0	10.0	1.5	16.5	0.0	16.5	10.0	1.7
SUPPLIES AND MATERIALS	U518	240	0.0	0.0	0.0			71.8	191.2	263.0			290.5	0.0	290.5			357.0	0.0	357.0		
FAAS	U519*	257	0.0	0.0	0.0			61.2	0.0	61.2			77.2	0.0	77.2			77.2	0.0	77.2		
CONSULTING SVCS. - CONTRACTS	U520	259	0.0	0.0	0.0			0.0	0.0	0.0			0.0	0.0	0.0			0.0	0.0	0.0		
MGT./PROF. SVCS. - CONTRACTS	U521	259	0.0	0.0	0.0			0.0	0.0	0.0			0.0	0.0	0.0			0.0	0.0	0.0		
SPEC STUDIES/ANALYSES - CONT.	U522	259	0.0	0.0	0.0			0.0	0.0	0.0			0.0	0.0	0.0			0.0	0.0	0.0		
ALL OTHER CODE 25	U523	259	0.0	0.0	0.0			0.0	68.0	68.0			72.0	0.0	72.0			75.0	0.0	75.0		
TOTAL O.E. EXPENSE BUDGET			0.0	0.0	0.0			4,480.3	833.0	5,313.3			5,453.6	0.0	5,453.6			5,772.4	0.0	5,772.4		
RECONCILIATION			0.0	0.0	0.0			1,274.2	0.0	1,274.2			1,290.2	0.0	1,290.2			1,290.2	0.0	1,290.2		
SECTION 636(c)		320	0.0	0.0	0.0			0.0	0.0	0.0			0.0	0.0	0.0			0.0	0.0	0.0		
OPERATING EXPENSE REQUIREMENTS	U000		0.0	0.0	0.0			3,206.1	833.0	4,039.1			4,163.4	0.0	4,163.4			4,482.2	0.0	4,482.2		
			TOTAL NO. ADP WORK STATIONS				0	TOTAL NO. ADP WORK STATIONS				16	TOTAL NO. ADP WORK STATIONS				16	TOTAL NO. ADP WORK STATIONS				16
LOCAL COST SUPPORT INCLUDED ABOVE			TOTAL NUMBER OF PC'S				0	TOTAL NUMBER OF PC'S				10	TOTAL NUMBER OF PC'S				13	TOTAL NUMBER OF PC'S				13
F.N. PSC - SALARY/BENEFITS	U304	113	0.0																			
ALL OTHER F.N. PSC COSTS	U305	255	0.0																			
MANPOWER CONTRACTS	U306	259	0.0																			
SITE VISIT-MISSION PERSONNEL	U512	210	0.0																			
TOTAL LOCAL COST SUPPORT			0.0																			
OBJECT CLASS 210 TRAVEL			0.0	0.0	0.0			10.0	90.0	100.0			125.0	0.0	125.0			137.5	0.0	137.5		

Dollars Required for Local Currency Expenses 0.0 833.0 3,219.5 3,350.2
Exchange Rate Used (May 15, 1987) 8s2.00 equals $ 1.00

Estimated Wage Increase 71.7 3.0 3.0
Estimated Price Increase 85.0 15.0 15.0

FY 1989 Annual Budget Submission

TABLE VIII (A)

OPERATING EXPENSES NARRATIVE

Preface: For a more in-depth and comprehensive coverage of management trends and activities in this USAID/B Mission, please see the narratives in the past two Action Plans and in the FY 1988 ABS.

I. Reasons for Increases

Cost containment of operating expenses remains the primary objective in fiscal years 83 - 90. FSN personnel costs will increase significantly however, when the approved 60.5% wage increase is enacted. Heretofore, USAID/Bolivia operated throughout the 1980's with one of the lowest per capita costs for FSNs worldwide. In spite of the low salaries paid to FSN/DH and FSN/PSCs in the past, their performance and productivity has remained very high. It should also be noted that the ratio of OE funded personnel to our growing program levels continues to decrease, i.e. our program is growing but our OE funded national workforce is not. The approved addition of two U.S. direct hires this FY will also raise our costs.

II. Management Improvements

There have been a number of cases over the past two fiscal years where the Mission has realized considerable savings despite high "up-front" costs. For example, in FY 86, we replaced our leased photocopy machines with new ones for $73,000. However, this arrangement will save us $240,000 over the next four years, for a net savings of $165,000.

- The following is a list of other management actions taken which have resulted in cost savings:

- The termination of leases on USAID staff houses that are unoccupied or are not being held for arriving personnel.
- Estimated savings: $25,000 annually.

- Whenever feasible, USAID has made advance payments on staff housing leases in order to get a substantial savings and reduce annual rental rates.
- Estimated savings: $21,000 annually.

- Charging projected funded US/PSCs for OE logistical support.
- Estimated savings: $20,000 annually.

- The establishment of a flat per diem rate of $46 per day for in-country travel in lieu of the maximum authorized rate.
- Estimated savings: $40,000 annually.

- The streamlining of travel authorization documentation procedures.
- Estimated savings: $30,000 annually.

- Reduction of long distance telephone calls
- Estimated savings: $30,000 annually

- The arrangement of staggered work schedules for USAID chauffeurs, thus reducing overtime requirements.
- Estimated savings: $20,000 annually.

- The negotiation of changes on Department of State-provided services under the FAAS.
- Estimated savings: $64,000 annually.

- Other management improvements which will increase the productivity and effectiveness of our operations include:

- Upgrading computer hardware and software with emphasis on an automated accounting system (MACS) that tracks projects more carefully and provides information more quickly.

- USAID procurement is now located in the Executive Office under the direct supervision of an American citizen. This consolidation has heightened control, oversight and output.

- Computer training was given to 90 participants in the first quarter of CY 87. In addition to basic and advanced Word Processing, training was given on Lotus 1 - 2 - 3, D-Base III plus and AID specific applications such as inventory management, participant training, and seven EXO/GSO packages (MAP).

Besides the above, USAID/Bolivia will be looking for further savings by taking some or all of the following management steps.

- Prorating office space and assessing charges to projects for space occupied by project funded personnel: Potential savings of $45,000/yr.

- Recouping from project funds all motor pool travel charges from project related travel (We missed an estimated $24,000 in FY 86/87 and are in the process of recovering it.)

- Other items under study are:

- Transferring OE funded FSN PSC's to project funding where feasible.

- Reducing library services.

- Substitution of some compensatory pay in lieu of overtime.

- Reviewing all USAID/Bolivia offices' OE staffing for possible reductions.

- Transferring some full-time FSN employees to part-time schedules.

III. Trust Funds

In June 1986, USAID/Bolivia signed a Trust Fund agreement with the Government of Bolivia (GOB) which provided that 10 percent of all local currency deposits under the FY 1986 ESF Program would be set aside to support administrative and operating costs of the A.I.D. Mission to Bolivia. USAID/Bolivia has made it clear to the GOB that all local currencies generated under future ESF Programs will include ten percent Trust Fund components to support the Mission's administrative and operating costs.

Our ESF planning levels are:

FY 1987	-	$14,660,000
FY 1988	-	$30,000,000
FY 1989	-	$30,000,000

which, when disbursed, will provide this Mission with the following Trust Funds:

FY 1987	-	$1,466,000
FY 1988	-	$3,000,000
FY 1989	-	$3,000,000

It is essential to note, however, that the FY 1987 Bolivia ESF program is conditioned to the narcotics objectives contained in Section 611 of the FAA which permits 50 percent of the FY 1987 assistance to Bolivia to be obligated upon presidential certification that Bolivia has conducted major drug interdiction operations. Such certification has already been made and, subject to review by and testimony to Congress, the first half of the ESF will be disbursed. The balance of the FY 1987 ESF program may only be obligated if the President further certifies to Congress that Bolivia has met crop eradication targets or has made substantial progress on a new bilateral eradication and control plan. The FYs 1988 and 1989 programs can be expected to be conditioned to a series of similar narcotics objectives. While we are cautiously optimistic that these targets can be met, USAID/Bolivia wants to alert and caution AID/W that creating too large an O.E. dependence on receiving a full ESF allotment may create serious budget problems if a Bolivia ESF program is not approved.

What actions would this Mission take to offset any reduction in the expected level of Trust Funds? It is difficult to predict what the implications would be of a reduced or cancelled ESF program as a result of non-compliance by the GOB. USAID/Bolivia has no alternative resources and if the decision at the time is to maintain a program and a staff of US and foreign national employees at the currently projected levels, we will have no choice but to request the necessary assistance from AID/W.

FY 1989 ANNUAL BUDGET SUBMISSION
TABLE VIII (b) - Information on U.S. PSC Costs
(Function Code U302)

	FY 1987	FY 1988	FY 1989
Job Title/Position Description			
A. OE Funded (1 - 3)			
1. Financial Management Specialist (OE)	$ 67,400	$ 77,000	$ 84,700
Financial Manager, MACs manager and Assistant to the Controller.	10/86 - 09/87	10/87 - 09/88	10/88 - 09,
2. Procurement Manager (OE)	$ 26,500	$ 30,000	$ 33,800
As Chief of Procurement function is responsible for assisting the contracting officer in the execution of Mission procurement and for coordinating the other contracting functions of the Mission	10/86 - 09/87	10/87 - 09/88	10/88 - 09,
3. Director's Secretary (OE)	$ 21,800	$ 24,400	$ 25,200
Director's Secretary requires a thorough working knowledge of the Mission, including a general knowledge of objectives, activities and progress of current projects.	01/87 - 09/87	10/87 - 9/88	10/88 - 9/
Total OE Funded	$115,700	$131,400	$143,700

Organization USAID/La Paz, Bolivia

TABLE VIII(c)
All Other Code 25

Description	FY 1987	FY 1988	FY 1989
Legal Advisor (WAE contract)	19,000	23,000	24,000
Miscellaneous Contractual Services (1)	37,000	37,000	38,000
Medical Costs	2,600	2,600	3,000
Language Training Support	7,700	7,700	8,000
Motor Pool Vehicles Insurance	1,700	1,700	2,000
	68,000	72,000	75,000

Note: The period of services for each of the contracts listed above are for the full fiscal year under which the amount is shown.

(1) These represents a variety of small value contracts for services scattered throughout the fiscal year.

Organization: USAID/Bolivia

TABLE VIII (d)

Manpower Contract Detail

*Description	FY 1987	FY 1988	FY 1989
	0	0	0

*In April 1984, 66 persons were converted from a "body shop contract" to individual PSCs. This move was required in order to pay them in U.S. dollars (it was during the period of hyperinflation). We believe that it would not be economical to revert back to such a contract at this time as it would increase costs by an estimated 33%.

Organization USAID/La Paz, Bolivia

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: Cost plus freight			
A. Purchase of Hardware			
Uninterrupted Power Supply	20,000		
2 Daisy Printers for VS		8,000	
3 Wang PC's and printers		14,500	
1 Daisy Printer for Wang PC		1,000	
2 Wang PC's and printers			10,000
B. Purchase of Software			
NONE NEEDED			
C. Site Facility			
2 Line Drivers, and Installation of remote Wang PC's to US		1,850	
SUBTOTAL Section 1	20,000	25,350	10,000
2. Personnel:			
A. Compensation, Benefits and Travel	34,981	47,631	49,613
B. Workyears	1 3/4	2	2
3. Equipment Rental, Space and Other Operating Costs:			
A. Lease of Equipment	N/A	N/A	N/A
B. Space - included in USAID Office lease			
C. Supplies and Other Material	19,000	12,500	15,200
D. Non-Commercial Training	N/A	N/A	N/A
SUBTOTAL Section I	19,000	12,500	15,200

Organization USAID/La Paz, Bolivia

TABLE VIII(e)
(Continued)

ITEM AND EXPLANATION	FY 1987	FY 1988	FY 1989
4. Commercial Services			
A. Computer Time	N/A	N/A	N/A
B. Leased Telecomunications Services to be included in regular communication expense U-509			
C. Operations and Maintenance			
(1) Operations	N/A	N/A	N/A
(2) Maintenance:			
Other than WANG equipment	1,200	1,350	1,500
WANG equipment (Local maintenance)	N/A	N/A	N/A
WANG equipment (A.I.D./W maintenance) To be paid directly by IRM - Mission budget reduced by this charge.			
D. Systems Analysis and Programming:	-	-	-
E. System Design and Engineering	-	-	-
F. Studies and Other	-	-	-
SUBTOTAL Section 4	1,200	1,350	1,500
5. TOTAL DOLLARS	75,181	86,831	76,313
TOTAL WORKYEARS (From item 2A)	1 3/4	2	2
6. MISSION ALLOWANCE LEVELS:			
A. Existing Systems	55,181	61,481	66,313
B. New or expanded systems	20,000	25,350	10,000

TABLE VIII(f) - 1
TABLE VIII(f)1
Motor Vehicle Operations

	FY 1987	FY 1988	FY 1989
nd at	15	15	15
to be ear	3	3	4
to be year	3	3	4
nd end of year	15	15	15
icles			
	49.000.-	51.000.-	79.000.-
as			
	1.500.-	**	**
vehicles	11.500.-	9.000.-	20.000.-
	-.-	-.-	-.-
	18.000.-	18.000.-	20.000.-
s/Dispatchers	236.561.-	* 254.000.-	*258.000.-
	18.000.-	20.000.-	22.000.-
space	3.030.-	3.390.-	4.000.-
	2.700.-	2.900.-	3.000.-
	340.291.-	358.290.-	406.000.-
	45.730.-	51.000.-	79.000.-
as			
	1.500.-	**	**
vehicles	14.500.-	9.000.-	20.000.-
	-.-	-.-	-.-
	18.000.-	18.000.-	20.000.-
s/Dispatchers	236.561.-	254.000.-	258.000.-
	16.500.-	20.000.-	22.000.-
space	3.030.-	3.390.-	4.000.-
	2.700.-	2.900.-	3.000.-
	338.521.-	358.290.-	406.000.-
e owned by A.I.D. but operated/maintained by			
	-.-	-.-	-.-
year	-.-	-.-	-.-
e year	-.-	-.-	-.-

GSO.

TOTAL RECIPIENTS 54.1

(Thousands)

KGS.	Dollars
584	64
2663	458
1624	300
325	214
5196	1036

TOTAL RECIPIENTS 12.0

(Thousands)

KGS.	Dollars
216	24
259	45
288	53
72	47
835	169

TOTAL RECIPIENTS 34.7

(Thousands)

KGS.	Dollars
281	31
1281	220
781	144
156	102
2499	497

TOTAL RECIPIENTS

(Thousands)

KGS.	Dollars
215	24
954	164
-	-
69	45
1238	233

125 #5

Organization AID/Bolivia

TABLE VIII(C) - 2

[illegible] Operations

(Trust Funds)

ITEM AND EXPLANATION	FY 1987	FY 1988	FY 1989
A. Numbers of Vehicles:	NA	NA	NA
1. Purchased Vehicles:			
(a) Number of vehicles on-hand at start of year	"	"	"
(b) Plus Number of vehicles to be purchased during the year	"	"	"
(c) Less Number of vehicles to be disposed of during the year	"	"	"
(d) Number of vehicles on hand end of year			
2. Leased Vehicles:	NA	NA	NA
Average number of leased vehicles in use during year	"	"	"
B. Estimated Obligations:			
1. Vehicle Purchases	"	"	"
2. Special modifications (such as armor plating)	"	"	"
3. Transportation of purchased vehicles	"	"	"
4. Vehicle Leases	"	"	"
5. Vehicle Maintenance/Repairs	"	"	"
6. Salaries/Benefits of Drivers/Dispatchers	"	"	"
7. Supplies/Materials/Gas/Oil	"	"	"
8. Rental of Warehouse/Garage space	"	"	"
9. Other Miscellaneous Costs	"	"	"
10. Total Obligations			

C. Vehicles included in (A) above owned by A.I.D. but operated/maintained by JAO/Embassy motor pool:

(1) On-hand at start of year	NA
(2) To be purchased during the year	"
(3) To be disposed of during the year	"

Country Office B O L I V I A

FY 1989 ANNUAL BUDGET SUBMISSION

TABLE XI

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

	ACTUAL FY 1987		ESTIMATED FY 1988		PROJECTED FY 1989	
	$	MT	$	MT	$	MT
COMMODITES						
Title I						
Wheat	20	160	20	150	20	150
Total						
of which Title III	20	160	20	150	20	150
Total	20	160	20	150	20	150

COMMENT: Price assumptions: FY 1987 $125/MT; FY 1988 $133/MT; FY 1989 $133/MT

FY 1989 ANNUAL BUDGET SUBMISSION
TABLE XIII - SUMMARY

Cooperating Sponsors	FY 1987 No. of Recipients	FY 1987 Food M/T	FY 1987 CCC Value ($000)	FY 1988 No. of Recipients	FY 1988 Food M/T	FY 1988 CCC Value ($000)	FY 1989 No. of Recipients	FY 1989 Food M/T	FY 1989 CCC Value ($000)
CRS									
Regular	413.3	24.747	4.783	413.3	24.747	4.783	413.3	24.747	4.843
FFW	34.7	2.499	497	-	-	-	-	-	-
Monetiz.	-	1.238	233	-	1.550	248	-	-	-
Sub-Total	448.0	28.484	5.513	413.3	26.297	5.031	413.3	24.747	4.843
ADRA									
Regular	131.7	11.177	2.225	131.7	11.177	2.225	131.7	11.177	2.252
FFW	41.7	3.002	598	-	-	-	-	-	-
Monetiz.	-	562	110	-	562	110	-	-	-
Sub-Total	173.4	14.741	2.933	131.7	11.739	2.335	131.7	11.177	2.252
FHI									
Regular	56.5	4.724	932	58.2	4.843	957	58.2	4.843	968
Monetiz.	-	237	46	-	244	47	-	-	-
Sub-Total	56.5	4.961	978	58.2	5.087	1.004	58.2	4.843	968
GOV'T TO GOV'T									
FFW SNOC	23.1	1.921	517	23.1	1.921	517	30.0	2.500	595
*FFW FSE	-	-	-	266.9	35.226	8.000	-	-	-
Sub-Total	23.1	1.921	517	290.0	37.147	8.517	30.0	2.500	595
Sec. 416 Sugar Quota									
OFINAAL	74.9	2.534	762	-	-	-	-	-	-
Monetiz.FSE	-	8.000	912	-	8.000	912	-	8.000	912
Sub-Total	-	10.534	1.674	-	-	-	-	-	
TOTALS	775.9	60.641	11.615	893.2	88.270	17.799	633.2	51.267	9.570

*Structural Adjustment Program requested in La Paz 04554.

FY 1989 ANNUAL BUDGET SUMISSION

TABLE XIII

P.L. 480 TITLE II FY-1987

Country: Bolivia

Sponsor's Name: CATHOLIC RELIEF SERVICES/CARITAS

A. MATERNAL AND CHILD HEALTH — TOTAL RECIPIENTS 235.1

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS.	Dollars
	NFD Milk	2822	310
	A.P.W. Flour	5643	971
235.1	Bulgur	7054	1305
	Vegetable Oil	846	556
TOTAL MCH		16365	3142

B. SCHOOL FEEDING — TOTAL RECIPIENTS 102.1

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS	Dollars
	NFD Milk	490	54
	A.P. Wheat Flour	980	169
102.1	Bulgur	163	30
	Vegetable Oil	82	54
TOTAL SF		1715	307

C. OTHER CHILD FEEDING — TOTAL RECIPIENTS 10.0

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS.	Dollars
	NFD Milk	180	20
	A.P. Wheat Flour	216	37
10.0	Bulgur	180	33
	Vegetable Oil	60	39
TOTAL OCF		636	129

D. FOOD FOR WORK — TOTAL RECIPIENTS 54.1

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS.	Dollars
	NFD Milk	584	64
	A.P. Wheat Flour	2663	458
54.1	Bulgur	1624	300
	Vegetable Oil	325	214
TOTAL FFW		5196	1036

E. GENERAL RELIEF — TOTAL RECIPIENTS 12.0

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS.	Dollars
	NFD Milk	216	24
	A.P. Wheat Flour	259	45
12.0	Bulgur	288	53
	Vegetable Oil	72	47
TOTAL GR		835	169

F. FFW SUPPLEMENTAL — TOTAL RECIPIENTS 34.7

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS.	Dollars
	NFD Milk	281	31
	A.P. Wheat Flour	1281	220
34.7	Bulgur	781	144
	Vegetable Oil	156	102
TOTAL FFW SUPPLEMENTAL		2499	497

G. MONETIZATION — TOTAL RECIPIENTS

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS.	Dollars
	NFD Milk	215	24
	A.P. Wheat Flour	954	164
	Bulgur	-	-
	Vegetable Oil	69	45
TOTAL MON.		1238	233

FY 1989 ANNUAL BUDGET SUMISSION

TABLE XIII

P.L. 480 TITLE II FY-1987

Country: Bolivia

Sponsor's Name: ADRA/OFASA (SAWS)

A. MATERNAL AND CHILD HEALTH — TOTAL RECIPIENTS 18.0

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS.	Dollars
	NFD Milk	216	24
	A.P.W. Flour	432	74
18.0	Bulgur	540	100
	Vegetable Oil	65	43
TOTAL MCH		1253	241

B. SCHOOL FEEDING — TOTAL RECIPIENTS 5.0

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS	Dollars
	NFD Milk	24	3
	A.P. Wheat Flour	48	8
5.0	Bulgur	8	1
	Vegetable Oil	4	3
TOTAL SF		84	15

C. OTHER CHILD FEEDING — TOTAL RECIPIENTS 8.0

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS.	Dollars
	NFD Milk	144	16
	A.P. Wheat Flour	173	30
8.0	Bulgur	144	27
	Vegetable Oil	48	32
TOTAL OCF		509	105

D. PRESCHOOL CHILD FEEDING — TOTAL RECIPIENTS 8.0

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS.	Dollars
	NFD Milk	144	16
	A.P. Wheat Flour	173	30
8.0	Bulgur	144	27
	Vegetable Oil	48	32
TOTAL PSF		509	105

E. FOOD FOR WORK — TOTAL RECIPIENTS 89.7

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS.	Dollars
	NFD Milk	969	107
	A.P. Wheat Flour	4414	759
89.7	Bulgur	2692	498
	Vegetable Oil	538	353
TOTAL FFW		8613	1717

F. GENERAL RELIEF — TOTAL RECIPIENTS 3.0

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS.	Dollars
	NFD Milk	54	6
	A.P. Wheat Flour	65	11
3.0	Bulgur	72	13
	Vegetable Oil	18	12
TOTAL GR		209	42

FFW SUPPLEMENTAL — TOTAL RECIPIENTS 41.7

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS.	Dollars
	NFD Milk	338	37
	A.P. Wheat Flour	1538	264
41.7	Bulgur	938	173
	Vegetable Oil	188	124
TOTAL FFW SUPPLEMENTAL		3002	598

G. MONETIZATION

No. of Recipients by Commodity	Name of Commodity	TOTAL RECIPIENTS (Thousands) KGS.	Dollars
	NFD Milk	78	9
	A.P. Wheat Flour	448	77
	Bulgur	-	-
	Vegetable Oil	36	24
TOTAL MON.		562	110

FY 1989 ANNUAL BUDGET SUBMISSION

TABLE XIII

P.L. 480 TITLE II FY-1987

Country: Bolivia

Sponsor's Name: FOOD FOR THE HUNGRY INTERNATIONAL (FHI).

A. MATERNAL AND CHILD HEALT — TOTAL RECIPIENTS 23.2

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS.	Dollars
	NFD Milk	278	31
	A.P.W. Flour	557	96
23.2	Bulgur	696	129
	Vegetable Oil	84	55
TOTAL MCH		1,615	311

D. FOOD FOR WORK — TOTAL RECIPIENTS 30.0

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS	Dollars
	NFD Milk	324	36
	A.P. Wheat Flour	1,476	254
30.0	Bulgur	900	167
	Vegetable Oil	180	118
TOTAL FFW		2,880	575

E. GENERAL RELIEF — TOTAL RECIPIENTS 3.3

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS.	Dollars
	NFD Milk	59	6
	A.P. Wheat Flour	71	12
3.3	Bulgur	79	15
	Vegetable Oil	20	13
TOTAL GR		229	46

G MONETIZATION

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS.	Dollars
	NFD Milk	33	4
	A.P. Wheat Flour	190	33
	Vegetable Oil	14	9
TOTAL MON		237	46

FY 1989 ANNUAL BUDGET SUBMISSION

TABLE XIII

P.L. 480 TITLE II FY-1987

Country: Bolivia

Sponsor's Name: NATIONAL COMMUNITY DEVELOPMENT SERVICES (DCDS)

D. FOOD FOR WORK — TOTAL RECIPIENTS 23.1

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS.	Dollars
	NFD Milk	211	23
	A.P.W. Flour	1,077	245
23.1	Cornmeal	211	31
	Roller Oats	211	76
	Vegetable Oil	211	142
TOTAL FFW		1,921	517

FY1989 ANNUAL BUDGET SUBMISSION
TABLE XIII

P.L. 480 SECTION 416

Country: BOLIVIA

Sponsor's Name: NATIONAL OFFICE OF FOOD ASSISTANCE (OFINAAL)

A. FOOD FOR WORK

No.of Recipients by Commodity	Name of Commodity	KGS	TOTAL RECIPIENTS (Thousands) Dollars
74.9	AP Wheat Flour	2,309	402
	Cheese	225	360
TOTAL FFW		2,543	762

Country: BOLIVIA

Sponsor's Name: FONDO SOCIAL DE EMERGENCIA

B. MONETIZATION

No. of Recipients by Commodity	Name of Commodity	KGS	(Thousands) Dollars
	Hard Red Winter Wheat.	8,000	912

FY 1989 ANNUAL BUDGET SUMISSION

TABLE XIII

P.L. 480 TITLE II FY-1988

Country: Bolivia

Sponsor's Name: CATHOLIC RELIEF SERVICES/CARITAS

A. MATERNAL AND CHILD HEALTH — TOTAL RECIPIENTS 235.1

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS.	Dollars
	NFD Milk	2822	310
	A.P.W. Flour	5643	971
235.1	Bulgur	7054	1305
	Vegetable Oil	846	556
TOTAL MCH		16365	3142

B. SCHOOL FEEDING — TOTAL RECIPIENTS 102.1

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS	Dollars
	NFD Milk	490	54
	A.P. Wheat Flour	980	169
102.1	Bulgur	163	30
	Vegetable Oil	82	54
TOTAL SF		1715	307

C. OTHER CHILD FEEDING — TOTAL RECIPIENTS 10.0

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS.	Dollars
	NFD Milk	180	20
	A.P. Wheat Flour	216	37
10.0	Bulgur	180	33
	Vegetable Oil	60	39
TOTAL OCF		636	129

D. FOOD FOR WORK — TOTAL RECIPIENTS 54.1

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS.	Dollars
	NFD Milk	584	64
	A.P. Wheat Flour	2663	458
54.1	Bulgur	1624	300
	Vegetable Oil	325	214
TOTAL FFW		5196	1036

E. GENERAL RELIEF — TOTAL RECIPIENTS 12.0

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS.	Dollars
	NFD Milk	216	24
	A.P. Wheat Flour	259	45
12.0	Bulgur	288	53
	Vegetable Oil	72	47
TOTAL GR		835	169

F. MONETIZATION

	NFD Milk	300	33
	A.P. Wheat Flour	1250	215
TOTAL MON.		1550	248

FY 1989 ANNUAL BUDGET SUMISSION

TABLE XIII

P.L. 480 TITLE II FY-1988

Country: Bolivia

Sponsor's Name: ADRA/OFASA (SAWS)

A. MATERNAL AND CHILD HEALTH — TOTAL RECIPIENTS 18.0

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS.	Dollars
	NFD Milk	216	24
	A.P.W. Flour	432	74
18.0	Bulgur	540	100
	Vegetable Oil	65	43
TOTAL MCH		1253	241

B. SCHOOL FEEDING — TOTAL RECIPIENTS 5.0

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS	Dollars
	NFD Milk	24	3
	A.P. Wheat Flour	48	8
5.0	Bulgur	8	1
	Vegetable Oil	4	3
TOTAL SF		84	15

C. OTHER CHILD FEEDING — TOTAL RECIPIENTS 8.0

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS.	Dollars
	NFD Milk	144	16
	A.P. Wheat Flour	173	30
8.0	Bulgur	144	27
	Vegetable Oil	48	32
TOTAL OCF		509	105

D. PRESCHOOL CHILD FEEDING — TOTAL RECIPIENTS 8.0

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS.	Dollars
	NFD Milk	144	16
	A.P. Wheat Flour	173	30
8.0	Bulgur	144	27
	Vegetable Oil	48	32
TOTAL PSF		509	105

E. FOOD FOR WORK — TOTAL RECIPIENTS 89.7

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS.	Dollars
	NFD Milk	969	107
	A.P. Wheat Flour	4414	759
89.7	Bulgur	2692	498
	Vegetable Oil	538	353
TOTAL FFW		8613	1717

F. GENERAL RELIEF — TOTAL RECIPIENTS 3.0

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS.	Dollars
	NFD Milk	54	6
	A.P. Wheat Flour	65	11
3.0	Bulgur	72	13
	Vegetable Oil	18	12
TOTAL GR		209	42

G. MONETIZATION — TOTAL RECIPIENTS

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS.	Dollars
	NFD Milk	78	9
	A.P. Wheat Flour	448	77
	Bulgur	-	-
	Vegetable Oil	36	24
TOTAL MON.		562	110

FY 1989 ANNUAL BUDGET SUBMISSION

TABLE XIII

P.L. 480 TITLE II FY-1988

Country: Bolivia

Sponsor's Name: FOOD FOR THE HUNGRY INTERNATIONAL (FHI).

A. MATERNAL AND CHILD HEALT — TOTAL RECIPIENTS 23.2

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS.	Dollars
	NFD Milk	278	31
	A.P.W. Flour	557	96
23.2	Bulgur	696	131
	Vegetable Oil	84	57
TOTAL MCH		1,615	315

D. FOOD FOR WORK — TOTAL RECIPIENTS 30.0

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS	Dollars
	NFD Milk	324	36
	A.P. Wheat Flour	1,476	254
30.0	Bulgur	900	169
	Vegetable Oil	180	122
TOTAL FFW		2,880	581

E. GENERAL RELIEF — TOTAL RECIPIENTS 5.0

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS.	Dollars
	NFD Milk	90	10
	A.P. Wheat Flour	108	19
5.0	Bulgur	120	22
	Vegetable Oil	30	20
TOTAL GR		348	71

G MONETIZATION

TOTAL RECIPIENTS 56.5

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS.	Dollars
	NFD Milk	35	4
	A.P. Wheat Flour	194	33
56.5	Vegetable Oil	15	10
TOTAL MON		244	47

FY 1989 ANNUAL BUDGET SUBMISSION

TABLE XIII

P.L. 480 TITLE II FY-1988

Country: Bolivia

Sponsor's Name: NATIONAL COMMUNITY DEVELOPMENT SERVICES (NCDS)

D. FOOD FOR WORK — TOTAL RECIPIENTS 23.1

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS	Dollars
	NFD Milk	211	23
	A.P. Wheat Flour	1,077	245
23.1	Cornmeal	211	31
	Rolled Oats	211	76
	Vegetable Oil	211	142
TOTAL FFW		1,921	517

Sponsor's Name: FONDO SOCIAL DE EMERGENCIA (FSE)

D. FOOD FOR WORK — TOTAL RECIPIENTS 266.9

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS	Dollars
	NFD Milk	3,875	426
	A.P. Wheat Flour	19,726	3,393
266.9	Cornmeal	3,875	608
	Rolled Oats	3,875	1,027
	Vegetable Oil	3,875	2,546
TOTAL FFW		35,226	8,000

P.L. 1969 ANNUAL BUDGET SUBMISSION
TABLE XIII

P.L. 480 SECTION 416

Country: BOLIVIA

Sponsor's Name: FONDO SOCIAL DE EMERGENCIA (FSE)

B. MONETIZATION

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS	Dollars
	Hard Red Winter Wheat.	8,000	912

FY 1989 ANNUAL BUDGET SUMISSION

TABLE XIII

P.L. 480 TITLE II FY-1989

Country: Bolivia

Sponsor's Name: CATHOLIC RELIEF SERVICES/CARITAS

A. MATERNAL AND CHILD HEALTH — TOTAL RECIPIENTS 235.1

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS.	Dollars
	NFD Milk	2822	310
	A.P.W. Flour	5643	971
235.1	Bulgur	7054	1326
	Vegetable Oil	846	574
TOTAL MCH		16365	3181

B. SCHOOL FEEDING — TOTAL RECIPIENTS 102.1

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS	Dollars
	NFD Milk	490	54
	A.P. Wheat Flour	980	169
102.1	Bulgur	163	31
	Vegetable Oil	82	56
TOTAL SF		1715	310

C. OTHER CHILD FEEDING — TOTAL RECIPIENTS 10.0

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS.	Dollars
	NFD Milk	180	20
	A.P. Wheat Flour	216	37
10.0	Bulgur	180	34
	Vegetable Oil	60	41
TOTAL OCF		636	132

D. FOOD FOR WORK — TOTAL RECIPIENTS 54.1

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS.	Dollars
	NFD Milk	584	64
	A.P. Wheat Flour	2663	458
54.1	Bulgur	1624	305
	Vegetable Oil	325	221
TOTAL FFW		5196	1048

E. GENERAL RELIEF — TOTAL RECIPIENTS 12.0

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS.	Dollars
	NFD Milk	216	24
	A.P. Wheat Flour	259	45
12.0	Bulgur	288	54
	Vegetable Oil	72	49
TOTAL GR		835	172

FY 1989 ANNUAL BUDGET SUMISSION

TABLE XIII

P.L. 480 TITLE II FY-1989

Country: Bolivia

Sponsor's Name: ADRA/OFASA (SAWS)

A. MATERNAL AND CHILD HEALTH — TOTAL RECIPIENTS 18.0

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS.	Dollars
	NFD Milk	216	24
	A.P.W. Flour	432	74
18.0	Bulgur	540	102
	Vegetable Oil	65	44
TOTAL MCH		1253	244

B. SCHOOL FEEDING — TOTAL RECIPIENTS 5.0

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS	Dollars
	NFD Milk	24	3
	A.P. Wheat Flour	48	8
5.0	Bulgur	8	2
	Vegetable Oil	4	3
TOTAL SF		84	16

C. OTHER CHILD FEEDING — TOTAL RECIPIENTS 8.0

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS.	Dollars
	NFD Milk	144	16
	A.P. Wheat Flour	173	30
8.0	Bulgur	144	27
	Vegetable Oil	48	33
TOTAL OCF		509	106

D. PRESCHOOL CHILD FEEDING — TOTAL RECIPIENTS 8.0

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS.	Dollars
	NFD Milk	144	16
	A.P. Wheat Flour	173	30
8.0	Bulgur	144	27
	Vegetable Oil	48	33
TOTAL PSF		509	106

E. FOOD FOR WORK — TOTAL RECIPIENTS 89.7

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS.	Dollars
	NFD Milk	969	107
	A.P. Wheat Flour	4414	759
89.7	Bulgur	2692	506
	Vegetable Oil	538	365
TOTAL FFW		8613	1737

F. GENERAL RELIEFF — TOTAL RECIPIENTS 3.0

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS.	Dollars
	NFD Milk	54	6
	A.P. Wheat Flour	65	11
3.0	Bulgur	72	14
	Vegetable Oil	18	12
TOTAL GR		209	43

FY 1989 ANNUAL BUDGET SUBMISSION

TABLE XIII

P.L. 480 TITLE II FY-1989

Country: Bolivia

Sponsor's Name: FOOD FOR THE HUNGRY INTERNATIONAL (FHI).

A. MATERNAL AND CHILD HEALT — TOTAL RECIPIENTS 23.2

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS.	Dollars
	NFD Milk	278	31
	A.P.W. Flour	557	96
23.2	Bulgur	696	131
	Vegetable Oil	84	57
TOTAL MCH		1,615	315

D. FOOD FOR WORK — TOTAL RECIPIENTS 30.0

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS	Dollars
	NFD Milk	324	36
	A.P. Wheat Flour	1,476	254
30.0	Bulgur	900	169
	Vegetable Oil	180	122
TOTAL FFW		2,880	581

E. GENERAL RELIEF — TOTAL RECIPIENTS 5.0

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS.	Dollars
	NFD Milk	90	10
	A.P. Wheat Flour	108	19
5.0	Bulgur	120	23
	Vegetable Oil	30	20
TOTAL GR		348	72

FY 1989 ANNUAL BUDGET SUBMISSION

TABLE XIII

P.L. 480 TITLE II FY-1989

Country: Bolivia

Sponsor's Name: NATIONAL COMMUNITY DEVELOPMENT SERVICES (DCDS)

D. FOOD FOR WORK — TOTAL RECIPIENTS 30.0

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS.	Dollars
	NFD Milk	275	30
	A.P.W. Flour	1,400	241
	Cornmeal	275	44
	Roller Oats	275	93
	Vegetable Oil	275	187
TOTAL FFW		2,500	595

P.L. 1989 ANNUAL BUDGET SUBMISSION
TABLE XIII

P.L. 480 SECTION 416

Country: BOLIVIA

Sponsor's Name: FONDO SOCIAL DE EMERGENCIA (FSE)

B. MONETIZATION

No. of Recipients by Commodity	Name of Commodity	(Thousands) KGS	Dollars
	Hard Red Winter Wheat.	8,000	912

NARRATIVE PRIVATIZATION PLAN

The Bolivian public sector is involved in a wide array of economic activities and is a significant source of employment. Currently, there are some 107 state-owned enterprises (SOE) operating throughout the country. The state (both the central government and the Departmental Development Corporations) owns enterprises in virtually every sector of the economy, including agribusiness (dairy processing plants, sugar mills, feed plants, food processing), light industry (cement, bottling, matches, glass, ceramics, bricks), mining, hydrocarbons, transportation, banking, public utilities and services (hotels, airlines, gas stations, etc.).

These enterprises employ over 50,000 people and represent 13.3 percent of total public employment. In 1986, the operations of all SOEs accounted for 66 percent of the total public sector budget deficit of $314.4 million. This statistic becomes even more significant in light of the fact that YPFB (the State Petroleum Company) is highly profitable and is the single most important contributor to GOB revenues. Besides being a drain on the GOB budget, the SOEs tend to discourage private sector investment in the industrial sectors in which they are involved and thus seriously impede the private sector-based recovery the GOB is seeking. Moreover, the goods and services provided by the public sector are typically of high cost and poor quality.

A common trait of most of these enterprises is that they are over-engineered and over-built relative to realistic consumer demand for their products. In many cases, SOEs were established without adequate feasibility studies. Information on sources of supply, raw materials, transportation, or existing markets was often not taken into account when new SOEs were being planned. As a result, most SOEs are currently operating at less than 50 percent of their established production capacity. Other plants, such as the ceramic plant in Cochabamba cannot compete in quality and price with imported goods, because they were built with obsolete equipment.

Some SOEs were established in competition with existing private enterprises. Typical examples of these are the brick and cheese factories in almost every one of the country's departments. Since SOEs are not required to make a profit (or even to cover costs), they have an unfair advantage over similar private enterprises, and their existence stifles private investment. The resultant low level of private investment has, in turn, affected economic growth, thereby hampering economic reactivation.

The GOB has already demonstrated its intent to undertake privatization through its SOE decentralization efforts, but to date it has been unable to develop a coherent and feasible plan to carry out its intentions much further. The main reasons for this are a lack of financial resources and an insufficient technical capability. Some progress is being made, however. The Santa Cruz Departmental Development Corporation is the most advanced in its privatization efforts, having begun negotiations, for example to lease SOE-owned rice silos to the

Cámara Agropecuaria del Oriente (CAO), a producers association with an option to buy after two years. In addition, feasibility studies are being completed and valuations are in process for the possible sale to producer groups of three other of the Department's SOEs. These include a cheese plant, a corn feed mill, and the Portachuelo feed mill. Once studies are completed and legal authorization is obtained, the sales can proceed. The Development Corporation of Beni Department is negotiating the sale of its rubber and cashew processing plants and the Development Corporation of Tarija Department has passed a resolution proposing the sale of its feed mill to the Poultry Producers' Association.

Unfortunately, most Department Development Corporations have very limited knowledge of privatization techniques, especially in the areas of asset valuation and sales negotiations. The possibility exists that inexpert privatization efforts by the DDCs might result in illegal sales, sales at unfair prices due to poor technical valuation of assets, or to business failures by the newly privatized enterprises due to poor management or inadequate capital. Any of these developments could set back the privatization process.

One privatization effort which has already been completed is the conversion of seed processing plants. This USAID-sponsored effort has established an important model for public and private sector collaboration. Under this activity, more than 900 farmers have become seed producers and eight private seed processing plants have been installed nationwide with an average investment of $160,000 per plant. Originally, the production and processing of seeds was under the complete control and ownership of public entities. The privatization process began in 1985, with the GOB continuing the processing of seeds but with the private sector in control of production. The seed plants were initially administered by mixed (50 percent public, 50 percent private) enterprises, then in 1986, the plants were completely privatized.

Another significant GOB effort towards privatization and increased efficiency of state enterprises was the decentralization of the State Mining Company, a company which the GOB classifies as strategic. In the process, the GOB closed a number of inefficient mines, laid-off nearly 15,000 employees and established a precedent for additional privatization actions. The decentralization of this politically sensitive SOE has been a successful test of the Government's resolve to reduce its role in productive activities.

The essence of USAID/Bolivia's privatization effort is to support and help accelerate the momentum the GOB has established in this free enterprise endeavor. This will be done primarily by assisting the GOB through technical assistance to develop a feasible action plan for implementing a privatization strategy. The heart of this plan will include assistance to potential buyers of individual SOEs through the provision of management and marketing information.

While strongly supporting the GOB privatization efforts, USAID will maintain a low profile, in recognition of the political sensitivity and nationalism surrounding privatization and divestiture decisions.

Existing resources within the Mission's project portfolio — including the Market Town Capital Formation Project, PL 480, and ESF funds — will be used to support privatization. The FY 1987 Industrial Transition Project will spearhead the Mission's efforts. The Project is designed to begin immediately to divest SOEs in the agribusiness and light industry sectors, mostly at the DDC level, while simultaneously supporting. privatization initiatives which arise for SOEs regarded as strategic.

Twenty-three state enterprises have been selected as potential priority privatization or closure candidates under this project. These twenty-three may be divided as follows: five enterprises involved in light industry, ten SOEs in the agribusiness sector, four state enterprises which should be closed/liquidated, and four strategic SOEs susceptible to privatization actions other than divestiture. The total estimated value of the fixed assets of those enterprises to be divested or liquidated exceeds $100 million.

Obstacles to success are formidable, including the public perception that most SOEs are "strategic," the absence of clearly-defined legal mechanisms for the valuation and sale of SOEs, exaggerated expectations on the part of the GOB and local governments on the returns to be gained by the sale of SOEs, a domestic private sector lacking in large-scale entrepreneurial spirit and capacity, serious weaknesses in the Bolivian financial system, a strong labor union movement, and the narrow time frame for effective government action in this area.

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