

memorandum

DATE: July 8, 1987

REPLY TO
ATTN OF: David C. Denman, OPH *DD*

SUBJECT: Project Assistance Completion Report: Family Planning Oral Contraceptive
Loan; Project 497-0271

TO: Ms. Margaret Bonner, Acting Deputy Director *MBS*

Thru: Dr. E. Voulgaropoulos, Chief, OPH *DD*

A. Project Purpose:

This project was designed to help decrease the crude birth rate by 50 per cent, from 44 births per 1,000 population in 1971 to 22 births per 1,000 in 1990. The objective of the project was to triple the use of oral contraceptives (OCs) throughout Indonesia by CY1985 and to make a transition from USG to GOI funding of OC requirements for the national family planning program. A specific project output will be the ready availability of OCs at all contraceptive service outlets. The main project input is \$56 million for the procurement of 330.6 million monthly cycles of OCs for delivery through the end of 1984.

B. Accomplishments:

1. During the seven year planning period, the GOI purchased about 191,784,000 monthly cycles of pills, primarily from local production. USAID procured with loan funds 330,662,000 monthly cycles in the U.S. with deliveries throughout December, 1984. USAID provided \$55,565,636 for procurement of pills; the GOI provided over \$31,570,000 for local procurement of pills. Project completion was January 31, 1985. This project ran in tandem with Project 497-0270 Family Planning Development and Services I which has a September 30, 1987 PACD.

DELIVERY REQUIREMENTS AND FINANCIAL PLAN

		Total Outlay GOI and AID		GOI Inputs		USAID Inputs: Loan 0271	
		Cycles (000's)	\$ (Mil)	Cycles (000's)	\$ (Mil)	Cycles (000's)	\$ (Mil)
1978	1979	42,216	7.00	-	-	42,216 ^a	7.00
1979	1980	87,554	14.68	10,000	1.68	77,554 ^b	13.00
1980	1981	90,261	15.91	16,500	2.91	73,761	13.00
1981	1982	92,881	17.93	32,000	6.18	60,881	11.75
1982	1983	116,250	19.35	40,000	8.00	76,250	10.81
1983	1984	45,500	5.82	45,500	5.82 ^c	-	-
1984	1985	47,784	6.98	47,784	6.98	-	-
Totals:		522,446	87.67	191,784	31.57	330,662	55.56

Source: BKKBN-USAID estimates

- a) Excludes 15 million cycles of pills provided by AID as a grant.
- b) Excludes 6 million cycles of pills provided through FPIA as a grant with AID funds
- c) Notes: BKKBN continues to purchase all of its own contraceptives, except for a small Dutch grant for pills.

This project was successful in bridging the gap between free commodities provided in the 1970's by AID with loan funded commodities until BKKBN was able to procure all required supplies locally.

2. USAID has monitored the utilization of this stock of Noriday pills since the last shipment was made. In March 1985, 90,000,000 cycles remained in BKKBN central and Provincial warehouses. According to BKKBN annual inventory in March 1986 there were still 30,000,000 cycles, and presently about 7,000,000 cycles.

3. Project was evaluated in 1985 and found to be a positive factor in BKKBN's logistic development.

C. Problems Encountered and Successes:

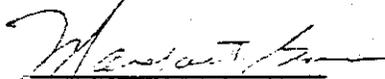
1. The principal problem has been the slow reporting of the GSA contraceptive procurements via AID/W Finance Advice of Charge to the USAID Finance office. This resulted in \$1,317,828.73 committed but not utilized under PIO/C 497-0271-5-20019. These funds could have been used to purchase additional cycles of orals, but now must be deobligated.

2. Project purchased more orals at a lower price than originally planned because of competitive bidding for central procurement contract.

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D. . Lessons Learned:

Principal lesson learned is that a host country commitment to family planning is necessary in order to get the recurring cost of commodities paid out of the national budget. Perhaps the interim loan funding of these commodities provided the impetus for the GOI to move in that direction.

Approved: 

Margaret Bonner
Acting Deputy Director

Disapproved: _____

Margaret Bonner
Acting Deputy Director

Date: 7/10/87

Attachment: Jakarta 03377

- cc.: 1. AID/Washington: ANE/HPN, ST/POP, ST/Div.
2. Mr. James M. Anderson, Acting Director
3. Ms. M. Bonner, Acting Deputy Director

Cleared in draft: FIN:TDiedrich
PPS:RRedman