

**AGENCY FOR INTERNATIONAL DEVELOPMENT**  
**PROJECT DATA SHEET**

1. TRANSACTION CODE:  A = Add,  C = Change,  D = Delete  
 Amendment Number: TWO  
 DOCUMENT CODE: 3

2. COUNTRY/ENTITY: PERU

3. PROJECT NUMBER: 527-0238

4. BUREAU/OFFICE: LA 05  
 5. PROJECT TITLE (maximum 60 characters):  Ag. Planning and Institutional Dev.

6. PROJECT ASSISTANCE COMPLETION DATE (PACD): MM DD YY | 1 | 2 | 3 | 1 | 8 | 9 |

7. ESTIMATED DATE OF OBLIGATION (Under "B:" below, enter 1, 2, 3, or 4)  
 A. Initial FY | 8 | 3 | B. Quarter | 4 | C. Final FY | 90 |

8. COSTS (\$000 OR EQUIVALENT \$1 = )

A. FUNDING SOURCE	FIRST FY 83			LIFE OF PROJECT		
	B. FX	C. L/C	D. Total	E. FX	F. L/C	G. Total
AID Appropriated Total	1,250	500	1,750	11,157	6,493	17,650
(Grant)	( 250 )	( -- )	( 250 )	( 6,650 )	( -- )	( 6,650 )
(Loan)	( 1,000 )	( 500 )	( 1,500 )	( 4,507 )	( 6,493 )	( 11,000 )
Other U.S. 1.						
Other U.S. 2.						
Host Country					8,500	8,500
Other Donor(s)	200	--	200	200	--	200
<b>TOTALS</b>	1,450	500	1,950	11,157	14,993	26,350

9. SCHEDULE OF AID FUNDING (\$000)

A. APPROPRIATION	B. PRIMARY PURPOSE CODE	C. PRIMARY TECH. CODE		D. OBLIGATIONS TO DATE		E. AMOUNT APPROVED THIS ACTION		F. LIFE OF PROJECT	
		1. Grant	2. Loan	1. Grant	2. Loan	1. Grant	2. Loan	1. Grant	2. Loan
		(1) ARDN	180	053	053	5,350	11,000	1,300	
(2)									
(3)									
(4)									
<b>TOTALS</b>				5,350	11,000	1,300		6,650	11,000

10. SECONDARY TECHNICAL CODES (maximum 6 codes of 3 positions each)

11. SECONDARY PURPOSE CODE

12. SPECIAL CONCERNS CODES (maximum 7 codes of 4 positions each)

A. Code	BR	TNG	BL	BS
B. Amount	12,700	7,300	2,000	1,000

13. PROJECT PURPOSE (maximum 480 characters)

To assist the Government of Peru in strengthening its capacity to formulate sound agricultural sector policies and effectively manage the implementation of those policies.

14. SCHEDULED EVALUATIONS

Interim	MM	YY	MM	YY	Final	MM	YY
		8	4			0	2
		8	6			0	2

15. SOURCE/ORIGIN OF GOODS AND SERVICES  
 000  941  Local  Other (Specify)

16. AMENDMENTS/NATURE OF CHANGE PROPOSED (This is page 1 of a 3 page PP Amendment.)

Increase in life of project funding for the public sector component.

17. APPROVED BY: Donor M. Lion, Mission Director  
 Signature: *[Handwritten Signature]*  
 Date Signed: MM DD YY | 08 | 19 | 98 |

18. DATE DOCUMENT RECEIVED IN AID/W, OR FOR AID/W DOCUMENTS, DATE OF DISTRIBUTION  
 MM DD YY

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AGRICULTURAL PLANNING AND INSTITUTIONAL DEVELOPMENT (APID)  
PROJECT: PP SUPPLEMENT

I. BACKGROUND AND STATUS OF PROJECT

The Agricultural Planning and Institutional Development Project, No. 527-0238, was authorized by the USAID/Peru Mission Director on August 24, 1983. The Project Authorization document established a total life of Project Grant contribution of \$6,000,000 of which \$4,480,000 was approved for the Public Sector and \$1,520,000 for private sector policy analysis activities. Project Paper amendment number one, dated May 5, 1987, increased the Public Sector Grant funds to \$5,350,000 and eliminated the Private Sector Grant component from the project. The Project Assistance Completion Date (PACD) has been extended by one year to December 31, 1989.

The objective of the Project is to assist the Government of Peru (GOP) in strengthening its capacity to formulate sound agricultural sector policies and effectively manage the implementation of those policies. The Project is composed of four major components to facilitate the achievement of this objective:

A. Agricultural Policy Analysis Support

This component addresses the weaknesses of agricultural policy analysis/formulation and the control of its execution via:

- . Creation of an Agricultural Policy Analysis Group (GAPA) in the Ministry of Agriculture (MOA).
- . Support of the Economic Studies Division in the Ministry of Economy and Finance (MEF).
- . Support of the evaluation and monitoring capacity of the MOA's Agricultural Sector Planning Office.
- . Provision of Technical Assistance, a key element to implementation of this component.

B. Information Support

This component establishes data bases for effective policy analysis and control. Key elements are:

- . Completion of National Rural Household Survey and data analysis.
- . Implementation of Continuous System of Area and Production Statistics.
- . Institutionalization of ability to regularly produce Agroclimatic Impact Assessments.

C. Management Support

This component assists the GOP in administering agricultural policy and programs. Key elements are:

- . Improvement of Management in the Ministry of Agriculture.
- . Strengthening Managerial Effectiveness of the National Research and Extension Service (INIPA).

D. Human Resource Development Support

This component provides support to professionally develop qualified agricultural sector personnel via:

- . Provision of Advanced Training.
- . Provision of support to the National Agrarian University.
- . Provision of Technical Assistance to the UNA Activity.

The Project Agreement was signed on August 25, 1983, to implement the public sector Project components. Technical Assistance to the MOA and the UNA is being provided through a variety of institutional contracts and PASA arrangements.

II. JUSTIFICATION AND DESCRIPTION OF PP SUPPLEMENT ACTIVITIES

The Project purpose and goal remain the same.

The purpose of this amendment is to add an additional \$650,000 Grant funds in the public sector component.

The concept of agricultural policy analysis by the private sector, as described in the Project Paper, is being pursued separately. None of the institutional arrangements to implement this private sector analysis involve the use of APID Project funds, thus eliminating the need for the Private Sector Support Component.

The PACD has been extended by one year to December 31, 1989. Present funding levels are inadequate to complete Project activities. An additional \$650,000 of Grant funds is required during CY-89 to permit continued funding of AID and institutional contractors. Short and long-term Project assistance will be required via direct AID contract as well as through the principal institutional contractor, the Midamerica International Agricultural Consortium (MIAC).

This amendment will increase Grant funding of the principal institutional contract with MIAC and allow additional AID contracts to be negotiated. Since the technical assistance provided by MIAC, both in Peru and on campus at Iowa State, has been a key input in accomplishing Project objectives, it is essential that said assistance continue thru December 31, 1989 to ensure the achievement of the Project purpose. Accordingly, the level of effort will increase by 60 person months of long-term and 12 person months of short-term technical assistance. Additionally, an AID contract will provide 24 person months of Project coordination services to assist USAID with its monitoring responsibilities. Major outputs will include:

A. Agricultural Policy Analysis Support

- Development and application of formal quantitative methodologies to formulate economically sound agricultural policies.
- Preliminary assessment of feasible reform proposals for agricultural credit.
- Dissemination of studies and organization of seminars, workshops and other fora for agricultural policy analysis.
- Commission medium and longer-term studies, by Policy Analysis Group of the Ministry of Agriculture (GAPA), aimed at formulating an agricultural development strategy which considers Peru's comparative advantage and the future context of international competition.

B. Information Support

- Facilitate use of Rural Household Survey by generating microcomputer-size user files.
- Conduct an analysis of agricultural production and statistics and publish outlook reports for selected crops during 1989 by the Ministry of Agriculture.

C. Human Resource Development Support

- Joint studies conducted by UNA and GAPA on pricing and resource-use issues.
- Several studies on international trade initiated by Center for Agricultural and Rural Development (CARD) and done in collaboration with GAPA and UNA.
- Long-term study and analysis support provided by UNA for GAPA and other user organizations.

III. REVISED FINANCIAL PLAN  
(US\$ 000)

<u>COMPONENT</u>	<u>LOAN</u>	<u>AID GRANT</u>	<u>TOTAL</u>	<u>GOP TOTAL</u>	<u>GRAND TOTAL</u>
A) Ag. Policy Analysis Support	2,025	3,300	5,325	2,088	7,413
B) Information Support	2,714	1,410	4,124	1,421	5,545
C) Management Support	520	1,477	1,997	1,790	3,787
D) Human Res. Dev. Support	<u>5,221</u>	<u>---</u>	<u>5,221</u>	<u>2,354</u>	<u>7,575</u>
SUB TOTAL	10,480	6,187	16,667	7,653	24,320
Evaluation	---	165	165	---	165
AID Project Coordinator	---	150	150	---	150
Inflation & Contingencies	<u>520</u>	<u>148</u>	<u>668</u>	<u>847</u>	<u>1,515</u>
GRAND TOTAL	11,000	6,650	17,650	8,500	26,150

Clearances:

OARD:RSparks (in draft)  
OARD:ERupprecht (in draft)  
CD:BDoe (in draft)  
PROG:EVarillas (in draft)  
PROG:WRhoads (in draft)  
DR:MSilverman (in draft)  
CONT:RBonnaffon (in draft)

AGR:JSalvo:vr:mbv  
(1850M)