

UNCLASSIFIED

Annual Budget Submission

FY 1985

OFFICE OF
AMERICAN SCHOOLS AND HOSPITALS ABROAD

BUREAU FOR FOOD FOR PEACE
AND VOLUNTARY ASSISTANCE



JUNE 1983

Agency for International Development
Washington, D.C. 20523

UNCLASSIFIED

OFFICE OF AMERICAN SCHOOLS AND HOSPITALS ABROAD

FY 1985 ANNUAL BUDGET SUBMISSION

Table of Contents

| | |
|--|----|
| Table I - Long Range Plan | 1 |
| Program Narrative | 2 |
| Table IV - Project Budget Data | 11 |
| Table V - Proposed Program Ranking | 12 |

FY 1985 ANNUAL BUDGET SUBMISSION
TABLE I - LONG RANGE PLAN BY APPROPRIATION ACCOUNT (\$000)
COUNTRY/OFFICE American Schools and Hospitals Abroad (FVA/ASHA)

| FY 1983 ESTIMATE | FY 1984 | | FY 1985 AAPI. | PLANNING PERIOD | | | | |
|---------------------|---------|------------------|------------------|-----------------|--------|--------|--------|--|
| | CP | ESTIMATE | | 1986 | 1987 | 1988 | 1989 | |
| 20,000 | 7,500 | 30,000 <u>1/</u> | 40,000 | 40,000 | 40,000 | 40,000 | 40,000 | |

1/ Senate and House Foreign Affairs Committees have recommended an authorization of \$30 million for FY 1984.

Bureau for Food for Peace and Voluntary Assistance

AMERICAN SCHOOLS AND HOSPITALS ABROAD

OBJECTIVES

The Office of American Schools and Hospitals Abroad (ASHA) assists private, U.S.-sponsored non-profit schools and hospitals overseas which serve citizens of other countries. ASHA grants supplement predominantly private sources of income and strengthen the capacity of these institutions to:

- transfer American technical ability in support of economic and social development
- train independent thinkers with problem-solving abilities
- provide modern training within developing countries
- adapt American education and medicine to foreign cultures
- serve as models for replication
- increase understanding between the people of the United States and those of other countries, and
- foster a favorable image of the United States.

The achievement of these objectives rests on the energy, dedication and resources of thousands of U.S. citizens. ASHA assistance is critical to the ability of institutions to improve the quality of their educational and medical programs and, in some instances, to continue their operations.

ASHA IS A COST-EFFECTIVE, HIGHLY LEVERAGED PROGRAM

Institutions Assisted

In Fiscal Years 1982 and 1983 combined, 41 institutions in 24 countries received \$40 million in ASHA assistance. See Attachment A, Grant Recipients - FYs 1982 and 1983. Seventy-nine percent (79%) of the \$40 million went to institutions in low income and low middle income countries. The 41 institutions assisted have combined annual operating costs of \$328 million. The recipients include secondary schools providing academic and vocational training; undergraduate institutions with programs in business administration, engineering, medicine, nursing, agriculture, liberal arts, and the sciences; graduate institutions which provide specialized training in health, the physical sciences and international studies; and hospital centers which offer primary and specialized health services and conduct medical education and research programs.

Projects Recently Completed

Since the beginning of FY 1982, 28 institutions have completed projects with \$36 million in ASHA financing from prior year grants. These projects have provided such facilities as classrooms, laboratories, libraries and U.S. scientific and medical equipment to permit institutions in Botswana, Liberia, Malawi, Zaire, Ecuador, Guatemala, Honduras, Mexico, India, Indonesia, Korea, Philippines, Thailand, Egypt, Greece, Israel, Turkey and the West Bank to increase student enrollment and to improve and expand educational and medical programs. See Attachment B, ASHA Funded Projects Completed Since the Beginning of FY 1982. The operating expenses of these 28 institutions exceed \$218 million a year, principally from private contributions, tuition and fees, the sale of services and endowment fund earnings. With regard to the projects, each grantee met the administrative expenses of carrying out its project and, where appropriate, furnished the land on which the facilities were built as ASHA grants do not finance such costs. In addition, most of the institutions met a portion of the costs of their projects from private contributions, in some cases more than 50 percent.

Beneficiaries

Over 70,000 students are enrolled in ASHA-recipient institutions. In addition, over 1 million persons each year receive medical services at ASHA-assisted hospitals, all of which have medical training programs for physicians, nurses or paramedical personnel. These numbers do not include the substantial number of persons benefitting from outreach programs. Students and patients at ASHA-recipient institutions usually pay tuition and fees or receive financial aid from private contributions.

PIPELINE

The ASHA pipeline as of March 31, 1983 was \$14.6 million. Eighty-four percent (84%) of the \$90.5 million granted from FY 1979 through March 31, 1983 had been disbursed as of that date. There are no grants in the ASHA portfolio predating FY 1979. As of March 31, 1983, 95% of the funds granted in FY 1979 had been disbursed and 94% of the funds granted in FY 1980. Approximately two-thirds of this assistance financed equipment and construction, demonstrating the ability of ASHA's grantees, all private organizations, to carry out projects expeditiously.

Most of the funds remaining from FY 1979 result from an earmarking by the Congress of \$1 million for Arab-Israeli student exchanges. Conditions have not permitted carrying out such a program; however, the grants have been extended through June 1984. The ASHA office continues its efforts -- working with the Near East Bureau -- to achieve the purpose for which the funds were appropriated.

TWO-THIRDS OF ASHA FUNDS FINANCE PHYSICAL IMPROVEMENTS

In recent years, approximately two-thirds of ASHA's resources have provided for equipment and construction of facilities to carry out educational and medical training programs. Many of the institutions receiving such assistance are involved in long term, multi-phased development programs which are proceeding at a pace below their absorptive capacity because of a lack of resources. These include, to name a few, the Panamerican Agricultural School in Honduras which serves 15 countries of Latin America -- primarily those of Central America; the University of the Valley of Guatemala which is expanding science education programs that combine research and training; Cuttington University in Liberia which is developing a science and technology center; the Hadassah Medical Center in Israel which has a major program for upgrading and expanding its teaching hospital; the Ludhiana Medical Center in India which is replacing obsolete facilities to improve its medical school and school of nursing; and Silliman University in the Philippines which is improving the facilities of its College of Agriculture.

In the case of the American University of Beirut, no ASHA funds have been granted to improve facilities for over a decade; ASHA assistance to AUB has been used solely to help meet operating deficits.

ONE-THIRD OF ASHA FUNDS HELP INSTITUTIONS MEET OPERATING COSTS

In recent years, approximately one-third of ASHA's resources have provided operating grants to a small number of institutions, identified below. These grants represent an increasingly smaller percentage of these institutions' operating expenses since such expenses have increased by 50 to 100 percent in the past five years while the size of the grants has remained the same or declined. During the same period, the ASHA budget declined from \$25 million to \$20 million.

Since the mid-1970s, ASHA's contribution to the American University of Beirut has declined from 35% to 7%, to Project HOPE from 30% to 10.5%, to the American University in Cairo from 66% to 27%, and to the Bologna Center of Johns Hopkins University from 33% to 23%.

Operating grants were first provided to Project ORBIS, an airborne ophthalmological hospital, in FYs 1982 and 1983. ASHA's contribution accounted for 40% of Project ORBIS' operating costs during its first year of operation. In general, holding the line on operating grants has had the beneficial effect of forcing institutions to increase tuition and fees for those able to pay and to work harder to increase private contributions and revenues from the sale of services.

The operating deficits of the American University of Beirut claimed \$4 million (20%) of the ASHA budget in both FYs 1982 and 1983, plus \$1.5 million and \$10 million, respectively, in funds from other AID sources.

IMPACT OF INFLATION ON THE ASHA PROGRAM

As a result of inflation, it will require approximately \$2.50 in 1985 to purchase what \$1.00 provided in 1972. Yet the ASHA appropriation was the same in 1983 as in 1972. To stay even with 1972 purchasing power, the ASHA program would require a \$50 million budget in FY 1985.

Despite its static budget, the ASHA program is now assisting a greater number of institutions with a broader geographic distribution. Increasing numbers of reputable institutions in Africa, Asia and Latin America have received assistance in the past six years. The proportion of the ASHA budget going to institutions in those regions increased from only 30% in FY 1977 to more than 50% in FYs 1980-1983.

ASHA has been able to assist a greater number and wider distribution of institutions by 1) reducing the amount of assistance going to the Near East and Europe, and 2) by insisting upon more cost-sharing and matching from grantees able to meet their operating costs from non-U.S. Government sources. In most cases, the latitude for further improvement in these areas is limited.

FY 1985 BUDGET REQUEST

In FY 1982, ASHA assisted 42% of its applicants. In FY 1983, when more of the applicants were highly ranked, 60% were assisted. However, in both FYs 1982 and 1983, ASHA was able to provide less than half the assistance requested by those applicants receiving grants. In each of those years, a number of meritorious proposals received no assistance. Of the 41 institutions to receiving assistance in FYs 1982 and 1983 combined, only 15 received assistance in both fiscal years and there was no advance funding.

The ASHA program requires additional funds if the United States is to adequately help private, non-profit U.S.-sponsored institutions overseas improve and expand their training programs. By insisting that its recipients maintain and improve their self-help records, ASHA could conduct an effective program in FY 1985 with \$40 million.

Attachments:

- A. Grant Recipients, Fiscal Years 1982 and 1983
- B. ASHA-Funded Projects Completed Since the Beginning of Fiscal Year 1982

June 1983

AMERICAN SCHOOLS AND HOSPITALS ABROAD

GRANTS RECIPIENTS - FY 1982 AND FY 1983 COMBINED

(An asterisk * indicates those institutions assisted in both FYs 1982 and 1983)

| <u>Institutions</u> | <u>FY 1982 and FY 1983 Combined</u> | |
|---|-------------------------------------|--------------------------------------|
| | <u>Grant Amount</u> | <u>% Distribution of Grant Funds</u> |
| *American University of Beirut, Lebanon | \$8,000,000 | 20.0 |
| *Project HOPE, Worldwide | 3,100,000 | 7.8 |
| *Panamerican Agricultural School, Zamorano, Honduras | 2,955,000 | 7.4 |
| *Hadassah Medical Center, Jerusalem, Israel | 1,850,000 | 4.6 |
| *University of the Valley of Guatemala, Guatemala | 1,825,000 | 4.5 |
| *Feinberg Graduate School of the Weizmann Institute of Science, Rehovot, Israel | 1,750,000 | 4.4 |
| *American University in Cairo, Egypt | 1,700,000 | 4.3 |
| *Payap College, Chiang Mai, Thailand | 1,460,000 | 3.7 |
| *Project ORBIS, Worldwide | 1,450,000 | 3.6 |
| *Admiral Bristol Hospital, Istanbul, Turkey | 1,300,000 | 3.3 |
| Ateneo de Davao University, Davao City, Philippines | 1,190,000 | 2.9 |
| *Boys Town Jerusalem, Israel | 1,050,000 | 2.7 |
| Sogang University, Seoul, Korea | 950,000 | 2.4 |
| Cuttington University College, Suacoco, Liberia | 900,000 | 2.3 |
| De La Salle University, Manila, Philippines | 800,000 | 2.0 |
| *American Farm School, Thessaloniki, Greece | 720,000 | 1.8 |
| University of the Americas, Mexico City, Mexico | 700,000 | 1.7 |
| Kanye Hospital, Kanye, Botswana | 600,000 | 1.5 |
| Mugonero Hospital, Kibuye, Rwanda | 575,000 | 1.4 |
| Good Shepherd Hospital, Kananga, Zaire | 550,000 | 1.3 |
| Shaare Zedek Hospital, Jerusalem, Israel | 500,000 | 1.2 |
| Silliman University, Dumaguete City, Philippines | 500,000 | 1.2 |
| Ludhiana Christian Medical College, Punjab, India | 500,000 | 1.2 |
| Vellore Christian Medical College and Hospital, India | 500,000 | 1.2 |
| Emunah Women of America Community College, Jerusalem, Israel | 450,000 | 1.1 |
| *American Children's Hospital, Krakow, Poland | 450,000 | 1.1 |
| *Bologna Center of Johns Hopkins University, Italy | 425,000 | 1.1 |
| *Presbyterian Medical Center, Jeonju, Korea | 400,000 | 1.0 |
| Malamulo Hospital, Makwasa, Malawi | 400,000 | 1.0 |
| Beth Rivka Comprehensive School, Kfar Chabad, Israel | 300,000 | .8 |
| American College of Greece, Athens, Greece | 300,000 | .8 |
| International College, Beirut, Lebanon | 250,000 | .6 |
| Anatolia College, Thessaloniki, Greece | 200,000 | .5 |
| Escuela Internacional Sampedrana, San Pedro Sula, Honduras | 200,000 | .5 |
| Bohoc Technical School, Bohoc, Haiti | 200,000 | .5 |
| Athens College, Athens, Greece | 200,000 | .5 |
| American Center for Oriental Research, Amman, Jordan | 200,000 | .5 |
| Esperanca, Santarem, Brazil | 200,000 | .5 |
| Hospital St. Croix, Leogane, Haiti | 150,000 | .4 |
| Or Hachayim Girls College, Bnei Brak, Israel | 150,000 | .4 |
| St. Joseph Girls' School, Cholla Nam Do, Korea | 100,000 | .3 |
| TOTAL | \$40,000,000 | 100.0 |

ASHA FUNDED PROJECTS COMPLETED SINCE THE BEGINNING OF FISCAL YEAR 1982

Medical Projects Completed

1. Admiral Bristol Hospital, Istanbul, Turkey
Project: Outpatient facilities, laboratories and equipment
Completed: December 1982
ASHA funding: \$945,000
Grantee: The American Hospital in Istanbul, Inc., New York, New York
2. Good Shepherd Hospital, Kananga, Zaire
Project: U.S. medical equipment
Completed: January 1983
ASHA funding: \$557,000
Grantee: Medical Benevolence Foundation
Woodville, Texas
3. Hadassah Medical Center, Jerusalem, Israel
Project: U.S. medical equipment, principally for new surgical suites
Completed: September 1982
ASHA funding: \$2,200,000
Grantee: Hadassah Medical Relief Association, New York, New York
4. Hospital de la Familia, Nuevo Progreso, Guatemala
Project: Outpatient facilities, laboratories, equipment and staff quarters
Completed: March 1982
ASHA funding: \$940,000
Grantee: Hospital de la Familia Foundation, San Francisco, California
5. Kanye Hospital, Kanye, Botswana
Project: Nursing school, ambulatory health care center and surgical suites
Completed: February and December 1982
ASHA funding: \$1,900,000
Grantee: Seventh-Day Adventist World Service, Washington, D. C.
6. Ludhiana Christian Medical College and Brown Memorial Hospital, Ludhiana, India
Project: Living quarters for residents and interns
Completed: October 1982
ASHA funding: \$500,000
Grantee: Ludhiana Christian Medical College Board USA, Inc., New York, New York
7. Malamulo Hospital, Makwasa, Malawi
Project: Pediatric and isolation wards
Completed: October 1981
ASHA funding: \$550,000
Grantee: Seventh-Day Adventist World Service, Washington, D.C.
8. Mount of David Crippled Children's Hospital, Bethlehem, West Bank
Project: 140-bed orthopaedic hospital with operating, laboratory, rehabilitation and ancillary facilities
Completed: September 1982
ASHA funding: \$2,250,000
Grantee: Holy Land Christian Mission, Inc., Kansas City, Missouri
9. Presbyterian Medical Center, Jeonju, Korea
Project: Hospital annex
Completed: October 1981
ASHA funding: \$833,000
Grantee: Medical Benevolence Foundation, Woodville, Texas
10. Project ORBIS, Worldwide
Project: Conversion of aircraft to serve as ophthalmological teaching hospital
Completed: March 1982
ASHA funding: \$1,034,000
Grantee: Project ORBIS, Inc., New York, New York

11. Shaare Zedek Hospital, Jerusalem, Israel
 Project: Nursing school
 Completed: November 1981
 ASHA funding: \$800,000
 Grantee: American Committee for Shaare Zedek Hospital, Inc., New York, New York
- Educational Projects Completed
12. American University in Cairo, Egypt
 Project: Library
 Completed: February 1982
 ASHA funding: \$4,000,000 (Of the \$4 million, \$3.5 million is the dollar equivalent of U.S.-owned excess Egyptian pounds.)
 Grantee: Trustees of the American University in Cairo, New York, New York
13. Anatolia College, Thessaloniki, Greece
 Project: Industrial arts workshop, faculty residence and classrooms
 Completed: September 1982
 ASHA funding: \$408,000
 Grantee: Trustees of Anatolia College, Inc., Boston, Massachusetts
14. Athens College, Athens, Greece
 Project: Science building addition and multi-purpose auditorium
 Completed: June and December 1982
 ASHA funding: \$1,560,000
 Grantee: Athens College in Greece, Inc., New York, New York
15. Beth Zeiroth Mizrahi Vocational School, Jerusalem, Israel
 Project: Classrooms and workshops
 Completed: May 1982
 ASHA funding: \$500,000
 Grantee: American Mizrahi Women, New York, New York

16. Cuttington University College, Suacoco, Liberia
 Project: Dining hall remodeling and expansion
 Completed: July 1982
 ASHA funding: \$163,000
 Grantee: The Domestic and Foreign Missionary Society of the Protestant Episcopal Church in the United States of America, New York, New York
17. Feinberg Graduate School of the Weizmann Institute of Science, Rehovot, Israel
 Project: U.S. scientific equipment for training and research in the natural sciences
 Completed: August 1982
 ASHA funding: \$1,500,000
 Grantee: The Board of Trustees of the Feinberg Graduate School, New York, New York
18. Gan Yavne Youth Village, Gan Yavne, Israel
 Project: Student dormitory
 Completed: September 1982
 ASHA funding: \$975,000
 Grantee: American Friends of Gan Yavne Youth Village, New York, New York
19. Panamerican Agricultural School, Zamorano, Honduras
 Project: Student dormitories, faculty residence, utility improvements and equipment
 Completed: December 1982
 ASHA funding: \$1,320,000
 Grantee: Escuela Agricola Panamericana Inc., Boston, Massachusetts
20. Payap College, Chiang Mai, Thailand
 Project: Classrooms, library, administrative and multi-purpose facilities
 Completed: June 1982
 ASHA funding: \$3,055,000
 Grantee: The Chiang Mai Mission Board Inc., Ann Arbor, Michigan

21. Robert College, Istanbul, Turkey
 Project: Energy conservation program; equipment and remodeling
 Completed: November 1982
 ASHA funding: \$575,000
 Grantee: The Trustees of Robert College, Inc., New York, New York
22. Satya Wacana University, Salatiga, Indonesia
 Project: Administration building
 Completed: November 1981
 ASHA funding: \$650,000
 Grantee: United Board for Christian Higher Education in Asia, Inc., New York, New York
23. Sogang University, Seoul, Korea
 Project: Library annex
 Completed: August 1982
 ASHA funding: \$800,000
 Grantee: American Board of Sogang University, Inc. Minneapolis, Minnesota
24. Trinity College, Manila, Philippines
 Project: Library
 Completed: July 1982
 ASHA funding: \$900,000
 Grantee: Association of Episcopal Colleges, New York, New York
25. University of the Americas, Puebla and Mexico City
 Project: Mexico City Center, classrooms and library
 Completed: January 1983
 ASHA funding: \$3,800,000
 Grantee: Foundation for the University of the Americas, Washington, D.C.
26. University of the Valley of Guatemala, Guatemala City
 Project: Science laboratories and equipment
 Completed: August 1982
 ASHA funding: \$670,000
 Grantee: Foundation of the University of the Valley, Boston, Massachusetts
27. Xavier University, Cagayan de Oro City, Philippines
 Project: College of Engineering building
 Completed: July 1982
 ASHA funding: \$1,550,000
 Grantee: Jesuit Seminary and Mission Bureau New York, New York
28. Working Boys' Center, Quito, Ecuador
 Project: Vocational training school
 Completed: October 1981
 ASHA funding: \$1,125,000
 Grantee: Working Boys' Center Foundation Saint Paul, Minnesota

FY 1985 ANNUAL BUDGET SUPPLEMENT
TABLE IV - PROJECT BUDGET DATA

912 - AMER SCH/HOSP ABROAD

BUR FOR FOOD FOR PRACY AND VOL ASSIST

| PROJECT NUMBER AND TITLE | FY 1983 | | FY 1984 | | FY 85 FUND | | FY 87 | | FY 88 | | FY 89 | | FUT YR |
|---|------------------|-------------------|------------------|-------------------|------------|-------|-------|-------|-------|-------|-------|-------|--------|
| | OBLIG- ATIONS | EXPEND- ITURFS | OBLIG- ATIONS | EXPEND- ITURFS | AAFL TRRU | OBLIG | |
| AMERICAN SCHOOLS AND HOSPITALS ABROAD | | | | | | | | | | | | | |
| 912A58A AMERICAN SCHOOLS AND HOSPITALS AFRICA | | | | | | | | | | | | | C |
| G 59 C 23352 | 10476 | 8825 | 1651 | | | | | | | | | | |
| 912A58B AMERICAN SCHOOLS AND HOSPITALS ABROAD | | | | | | | | | | | | | C |
| G 59 C 5132 | 8632 | 25000 | 13632 | 40000 | 40000 | 40000 | 40000 | 40000 | 40000 | 40000 | 40000 | 40000 | |
| APPROPRIATION TOTAL | 20000 | 20000 | 19108 | 33825 | 40000 | 40000 | 40000 | 40000 | 40000 | 40000 | 40000 | 40000 | |
| GRANT TOTAL | 20000 | 20000 | 19108 | 33825 | 40000 | 40000 | 40000 | 40000 | 40000 | 40000 | 40000 | 40000 | |
| LCAN | | | | | | | | | | | | | |
| COUNTRY TOTAL | 20000 | 20000 | 19108 | 33825 | 40000 | 40000 | 40000 | 40000 | 40000 | 40000 | 40000 | 40000 | |
| GRANT TOTAL | 20000 | 20000 | 19108 | 33825 | 40000 | 40000 | 40000 | 40000 | 40000 | 40000 | 40000 | 40000 | |
| LCAN | | | | | | | | | | | | | |

FY 1985 ANNUAL BUDGET SUBMISSION

| TABLE V - FY 1985 PROPOSED PROGRAM RANKING | | | | Country/Office | | |
|--|---|----------------|---------------|----------------|----------------------------|--------|
| RANK | PROGRAM ACTIVITY | ONGOING NEW | LOAN GRANT | APPR ACCT | PROGRAM FUNDING (\$000) | |
| | DESCRIPTION | | | | INCR | CUM |
| 1 | American Schools and Hospitals Abroad (FVA/ASHA), Section 214, FAA | Ongoing | grants | AS | | 40,000 |