

Agency for International Development
Washington, D.C. 20523

180-0026
PDFCL 822

DEC 31 1990

Mr. Robert A. Cornell
Deputy Secretary General
Organization for Economic Cooperation
and Development
Paris, France

Subject: Grant No. SPO-0026-G-00-1001-00

Dear Mr. Cornell:

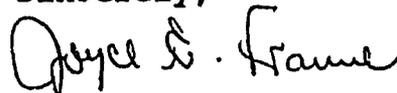
Pursuant to the authority contained in the Foreign Assistance Act of 1961, as amended, the Agency for International Development (hereinafter referred to as "A.I.D.") hereby grants to the Organization for Economic Cooperation and Development (hereinafter referred to as the "Grantee" or "OECD") the sum of \$1,500,000 to provide support for the grantee's Center for Cooperation with European Economies in Transition ("the Center") and the "Partners in Transition" Program in U.S. Government fiscal years 1991 and 1992, as described in the Schedule of this grant and Attachment 2, entitled "Program Description."

This grant is effective and obligation is made as of the date of this letter and shall apply to expenditures made by the Grantee in furtherance of program objectives during the period beginning October 1, 1990, and ending September 30, 1992.

This grant is made to the Grantee on condition that the funds will be administered in accordance with the terms and conditions as set forth in Attachment 1 (the Schedule); Attachment 2 (the Program Description); and Attachment 3 (the Standard Provisions); all of which have been agreed to by your organizations.

Please sign the original and eight (8) copies of this letter to acknowledge your acceptance of this Grant, retain one copy for your records, and return the original and seven (7) copies to the undersigned. Please ensure that any copies stamped "Funds Available" are returned.

Sincerely,



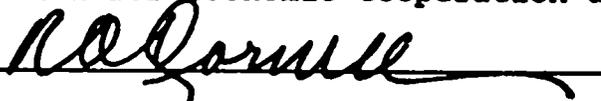
Joyce E. Frame
Grant Officer
Office of Procurement

Attachments:

1. Schedule
2. Program Description
3. Standard Provisions

ACKNOWLEDGED:

Organization for Economic Cooperation and Development

BY: 

TYPED NAME: R.A. CORNELL

TITLE: Deputy Secretary General

DATE: 24th January 1991

FISCAL DATA

A. General

- A.1. Total Estimated Amount: \$1,500,000
- A.2. Total Obligated Amount: \$1,500,000
- A.3. Project No.: 180-0026
- A.4. A.I.D. Project Office: ENE/PDP/EA
- A.5. Funding Source: A.I.D./W

B. Specific

- B.1.(a) PIO/T No.: 180-0026-3-1183625
- B.1.(b) Appropriation: 72-11X1010
- B.1.(c) Allotment: 184-63-180-00-69-11
- B.1.(d) BPC: QAIX-91-33180-IG-12
- B.1.(e) Amount: \$1,500,000

SCHEDULE

A. Purpose of Grant

The purpose of this Grant is to provided partial support for OECD's programs, as more specifically described in Attachment 2 (the Program Description) of this Grant.

B. Period of Grant

The effective date of this Grant is the date of the Cover Letter and the estimated completion date is September 30, 1992. Funds obligated hereunder are authorized for program expenditures beginning October 1, 1990, and are anticipated to be sufficient through the estimated completion date.

C. Amount of Grant and Payment

1. A.I.D. hereby obligates the amount of \$1,500,000 for purpose of this grant.

2. Payment shall be made to the Grantee in accordance with procedures set forth in Attachment 3, Standard Provision No. 12. Payment (Letter of Credit) (July 1988).

D. Grant Budget

1. The grant budget is as set forth below. Revisions to this budget shall be made in accordance with the Standard Provision of this Grant entitled "Revision of Grant Budget."

a. "The Center" (USG FY 1991):

| | | |
|---------------------------------------|---------|----------------|
| i. Secretariat Staff | | \$340,000 |
| ii. Cooperative Activities | | 270,000 |
| Consultants | 110,000 | |
| Official Travel | 40,000 | |
| Meetings and Seminars | 120,000 | |
| iii. Information Technology Resources | | 30,000 |
| iv. Admin. & Logistical Support | | <u>360,000</u> |
| TOTAL "Center" | | \$1,000,000 |

b. "Partners" Program (FYs 1991-1992):

| | |
|--|-------------------------|
| i. Country Reviews | \$300,000 |
| ii. Sectoral Reviews | 150,000 |
| iii. Participation in OECD Committee Activities | 50,000 |
| TOTAL "Partners" | <u>\$500,000</u> |

TOTAL GRANT AMOUNT: \$1,500,000

2. For purposes of the Standard Provision No. 3 (Attachment 3) entitled "Revision of Grant Budget", the headings 1.a. and 1.b. above are project objectives. Therefore, revisions in funding allocated among line items within each heading under the project objectives do not require grant officer approval.

E. Reporting Requirements

1. The Grantee shall submit 2 copies of each report required by this grant to the Bureau for Program and Policy Coordination, Center for Development Information and Evaluation, Development Information Division (PPC/CDIE/DI). All documents should be mailed to:

PPC/CDIE/DI
ACQUISITION
Room 209, SA-18
Agency for International Development
Washington, D.C. 20523

The title of all reports forwarded shall include a descriptive title, the author's name(s), grant number, the project number and title, contractor's name, name of the A.I.D. project office, and the publication or issuance date of the report.

2. Financial Reporting

(a) Financial reporting requirements, including the frequency and due dates, shall be in accordance with the Standard Provision of this Grant entitled "Payment - Letter of Credit", as shown in Attachment 3.

(b) All financial reports shall be submitted to A.I.D., Office of Financial Management, Accounting Division (M/FM/A/PNP), Washington, D.C. 20523-0209. In addition, three copies of all financial reports shall be submitted to the A.I.D. Project Office specified in the Cover Letter of this Grant.

Attachment 2Program Description

The aftermath of the collapse of communism in central and eastern Europe left the countries of the region with a commitment to move rapidly toward open markets and open societies. A.I.D. is committed to help them privatize their huge public sectors and promote private enterprise. But development of market economies in formerly communist countries cannot be accomplished by direct assistance to individual enterprises alone. The policies, laws, regulations and institutions governing the business environment must be overhauled to make them market-oriented and conducive to free competition. The purpose of this grant is to support the Organization for Economic Cooperation and Development (OECD)'s Center for Cooperation with European Economies in Transition and the "Partners in Transition" Program in their efforts to assist eastern Europeans in economic reform.

In February 1990, Secretary Eagleburger of the Department of State approved a \$1,000,000 voluntary contribution for OECD to establish a Center for Economies in Transition, subject to Congressional appropriation. The Center was established in March 1990 "to organize cooperation between the OECD and the central and east European countries engaged in fundamental reforms." The Center's role is to (1) engage in policy dialogue with the central and eastern Europeans to share the OECD's accumulated experience in the functioning of market economies, and (2) to help integrate the economies into the Western economic system. Since the Congressional appropriation has materialized, the voluntary contribution is herein provided.

Among the activities sponsored by the Center in 1990 were major conferences on statistical cooperation, structural adjustment and tax reform. The Center made important contributions to establishing Western data concepts and uniform accounting procedures; reforming financial systems; promoting entrepreneurship; examining the role of trade policy in the transition process; and promoting agricultural development. This grant shall reimburse OECD for costs up to \$1,000,000 incurred in the establishment and operation of the Center, and sponsorship by the Center of cooperative activities, such as those described above, in USG FY 1991.

The "Partners in Transition" Program, also a United States Government initiative, will offer the democracies of central and eastern Europe that have undertaken the most comprehensive economic reform programs the opportunity of formal association with the OECD. The objective is to prepare joint studies that will facilitate policy dialogue and reform of policies, laws, and regulations to foment private enterprise. Country studies, as well as studies in specific areas, will be conducted in those countries chosen to participate in the Program. This grant makes available \$500,000 for this Program in FY 1991-1992.

| | | | |
|------------------------------------|--|---|---|
| AID 1350 1 (3 87) *PIO/T | AGENCY FOR INTERNATIONAL DEVELOPMENT PROJECT IMPLEMENTATION ORDER/TECHNICAL SERVICES | 1 Cooperating Country EE Regional | Page 1 of _____ Pages |
| | | 2 PIO/T No 180-0026-3-1183625 | 3 <input checked="" type="checkbox"/> Original or Amendment No _____ |
| | | 4 Project/Activity No and Title Competition Policy, Laws and Regulations 180-0026 | |

| | | |
|--------------|---|--|
| DISTRIBUTION | 5 Appropriation Symbol 72-11X1010 (184-63-180-00-69-11) | 6 Budget Plan Code QAIX-91-33180-IG-12 |
| | 7 Obligation Status <input checked="" type="checkbox"/> Administrative Reservation <input type="checkbox"/> Implementing Document | 8 Project Assistance Completion Date (Mo., Day, Yr.) |
| | 9 Authorized Agent | 10 This PIO/T is in full conformance with PRO/AG No Date |
| | 11a Type of Action and Governing AID Handbook <input type="checkbox"/> AID Contract (HB 14) <input checked="" type="checkbox"/> AID Grant or Cooperative Agreement (HB 13) <input type="checkbox"/> PASA RSSA (HB 12) <input type="checkbox"/> Other | 11b Contract/Grant Cooperative Agreement/ PASA/RSSA Reference Number (If this is an Amendment) |

| 12 Estimated Financing (A detailed budget in support of column (2) is attached as Attachment No _____) | | | | | |
|--|----------------------------|--------------------|--------------|--------------|-------------------|
| Maximum AID Financing Available | A Dollars | (1) Previous Total | (2) Increase | (3) Decrease | (4) Total to Date |
| | | | \$1,500,000 | | \$1,500,000 |
| | B U S Owned Local Currency | | | | |

| | |
|-----------------------|---|
| 13 Mission References | 14A Instructions to Authorized Agent M/SER/OP/W is instructed to issue a letter grant to OECD according to PIO/T Annex 1. Grant shall permit reimbursement of expenditures undertaken after October 1, 1990 (see Action Memorandum, Annex 2). OECD is a Public International Organization. |
| | 14B Address of Voucher Paying Office |

| | | | |
|--|--------------------|--|------|
| 15 Clearances—Include typed name, office symbol, telephone number and date for all clearances | | | |
| A The Project Officer certifies that the specifications in the statement of work or program description are technically adequate | Phone No. 79704 | B The statement of work or program description lies within the purview of the initiating office and approved agency programs | Date |
| Paul O'Farrell, ENE/PDP/EA <i>POF</i> | Date 12/31/90 | K. Morgan, A/ENE/EUR <i>KBM</i> | |
| cD. Larson, ENE/EUR/CONT <i>DL</i> | Date 12/27/90 | D Funds for the services requested are available | Date |
| D. Masters, ENE/PDP/MENA <i>DM</i> | Date 1/5/90 | | |
| E J. Rudasill-Bey, ENE/PDP/F | Date | | |

| | |
|---|---|
| 16 For the Cooperating Country The terms and conditions set forth herein are hereby agreed to | 17 For the Agency for International Development Robert Nachtrieb |
| Signature _____ Date _____ | Signature _____ Date _____ |
| Title _____ | Title Director, ENE/PDP |

*See HB 3, Sup. A, App C, Att B, for preparation instructions Note The completed form contains sensitive information whose unauthorized disclosure may subject an employee to disciplinary action

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