

PRO AG

PROJECT AGREEMENT
BETWEEN THE DEPARTMENT OF STATE, AGENCY FOR INTERNATIONAL DEVELOPMENT (AID),
AN AGENCY OF THE GOVERNMENT OF THE UNITED STATES OF AMERICA, AND
THE DIRECTORATE GENERAL FOR BUDGET AND FOREIGN AID (DGBFA)
AN AGENCY OF THE GOVERNMENT OF VIETNAM

The above-named parties hereby mutually agree to carry out a project in accordance with the terms set forth herein and the terms set forth in any annexes attached hereto, as checked below:

- PROJECT DESCRIPTION ANNEX A FOREIGN CURRENCY STANDARD PROVISIONS ANNEX
 STANDARD PROVISIONS ANNEX PROVISIONS ANNEX
OEAD/GVN Standard

This Project Agreement is further subject to the terms of the following agreement between the two governments, as modified and supplemented:

- GENERAL AGREEMENT FOR TECHNICAL COOPERATION DATE _____
 ECONOMIC COOPERATION AGREEMENT DATE **9/7/52**
 (Other) **L/C. Letter of Agreement** DATE **6-16-69**

1. PROJECT/ACTIVITY NO. **730-11-999-334** PAGE 1 OF **22** PAGES

2. AGREEMENT NO. **70-005** 3. ORIGINAL OR REVISION NO. _____

4. PROJECT/ACTIVITY TITLE
Chieu Hoi Support (DOD)

5. PROJECT DESCRIPTION AND EXPLANATION
(See Annex A checked)

6. AID APPROPRIATION SYMBOL 7. AID ALLOTMENT SYMBOL

9. AID FINANCING	PREVIOUS TOTAL (A)	INCREASE (B)	DECREASE (C)	TOTAL TO DATE (D)
<input type="checkbox"/> DOLLAR <input type="checkbox"/> LOCAL CURRENCY				
(a) Total				
(b) Contract Services				
(c) Commodities				
(d) Other Costs				
9. COOPERATING AGENCY FINANCING - DOLLAR EQUIVALENT				
\$1.00 = VN\$118				
(a) Total AAC Title 23 CY 69		VN\$ 720,000,000		VN\$ 720,000,000*
(b) Technical and other Services				
(c) Commodities				
(d) Other Costs				

10. SPECIAL PROVISIONS (Use Additional Continuation Sheets, if Necessary)

***Plus VN\$ 100,000,000 carryover from 1968.**

BEST AVAILABLE COPY

11. DATE OF ORIGINAL AGREEMENT **August 30, 1969** 12. DATE OF THIS REVISION _____ 13. ESTIMATED FINAL CONTRIBUTION DATE **December 31, 1970**

14. FOR THE COOPERATING GOVERNMENT OR AGENCY
 SIGNATURE: *Chui* DATE: **8/29/69**
 TITLE: **Director of Foreign Aid**

15. FOR THE AGENCY FOR INTERNATIONAL DEVELOPMENT
 SIGNATURE: *Robert H. Harlan* DATE: **8/30/69**
 TITLE: **Associate Director for Program & Economic Policy, Program**

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BETWEEN AND AND
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AN AGENCY OF THE GOVERNMENT OF

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730-11-995-334

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Chieu Hoi Support (DOD)

I. BACKGROUND

A. The Chieu Hoi project is a Government of Vietnam (GVN) program directed toward the whole population of the Republic of Vietnam (RVN), with particular emphasis on the population of Communist-infested areas, and on persons of Vietnamese nationality who have given support to some military or political activity of the Viet Cong (VC) and/or National Liberation Front (NLF) or units of the North Vietnamese Army (NVA) operating in South Vietnam (SVN). It offers the hand of friendship and citizenship in the RVN to those who wish to return to and support the GVN.

B. Through 31-December 1968 93,380 returnees as follows came in under the Program.

1963	-	11,248
1964	-	5,417
1965	-	11,124
1966	-	20,242
1967	-	27,178
1968	-	18,171

II. PURPOSE

A. The general purpose of the program is to support and further the counter-insurgency program by:

1. Inducing the maximum number of military and civilian supporters of the VC and members of the NVA to come over to the side of the GVN.
2. Weakening the Communist cause through the loss of military personnel and civilian support and at the same time strengthening the GVN's cause.
3. Causing dissension and distrust among the Communist military and political agencies.
4. Obtaining valuable information for intelligence and psychological operations from the returnees and utilizing their capabilities in tactical operations against the VC/NVA.
5. Converting as many supporters of the VC/NVA as possible into useful citizens of the RVN, through fair treatment, reindoctrination and training.

For the Cooperating Government or Agency

For the Agency for International Development

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ANNEX A

**PROJECT AGREEMENT
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B. The specific objectives for 1969 are:

1. To program for inducement, receipt and resettlement of an estimated 20,000 returnees.
2. To recruit, train, equip and operate 65 Armed Propaganda companies.
3. To press for increased use of Chieu Hoi returnees in tactical and intelligence operations by US and GVN forces. Specifically, the Kit Carson Scout program should be expanded to a target of 2,916 by the end of CY 1969. If that target can be met, an expansion of the Kit Carson Scout program is envisioned for CY 1970.
4. To support increased use of returnees by MORD and other GVN civil programs.
5. To expand and improve vocational training for Hoi Chanh to make it easier for them to find jobs, and to contribute to relief of manpower shortages in South Vietnam.
6. To help find jobs for Hoi Chanh.
7. To assure adequate arms for the Armed Propaganda Teams.
8. To provide adequate budgetary, personnel and logistic resources to support the above purposes.
9. To press for continued improvement in administrative efficiency on both GVN and US sides.

III. RESPONSIBILITIES

A. The Minister for Chieu Hoi is hereby designated to serve as Project Manager for this project and agrees to the following:

1. The Province or City Chieu Hoi Service Chief in each Province and City will submit to the Province Representative of the Office of Civil Operations and Revolutionary Development Support, or his representative, not later than the 15th of each month, a report showing:
 - a. Piasters allocated under this Agreement available to the province or city as of the first day of the previous month,

For the Cooperating Government or Agency

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listed by the headings contained in Section III, B or other suitable headings.

- b. Piasters expended during the previous month and the balance available at the end of the previous month, shown under each heading.
 - c. The specific services, commodities or equipment purchased with the amount of expenditures shown.
 - d. One copy each of these reports will be made available to the Chieu Hoi Directorate of the Office of Civil Operations and Revolutionary Development Support through the Ministry of Chieu Hoi.
2. For evaluation and review purposes, the Minister of Chieu Hoi shall render to the Directorate General for Budget and Foreign Aid (DGBFA) quarterly progress reports in a format approved by the Ministry and USAID/CORDS. Copies of these reports will also be made available to USAID/CORDS.
3. To insure effective and efficient utilization of funds as outlined in the Work Plan attached hereto as Annex D, the authorized representative of the Minister of Chieu Hoi agrees to implement the following policies:
- a. Implement a procurement system that will insure that (1) requirements for equipment, materials and supplies are consistent with the needs of the project and the objectives to be obtained; (2) that equipment, materials and supplies are procured at the lowest cost commensurate with quality and delivery factors; and (3) that proper accounting records are maintained for all piasters expended.
 - b. Funds or credit will be advanced to regions and provinces in sufficient time to permit prompt and full payment of all allowances to returnees, and the prompt initiation and completion of Chieu Hoi construction projects.
 - c. Full and effective supervision over all aspects of the program in the regions and provinces will be provided by sending inspectors from Chieu Hoi Central to all regions and provinces and separate cities on a minimum schedule of once per quarter.

For the Cooperating Government or Agency

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FORM SYMBOL

TITLE OF FORM

DEPARTMENT OF STATE
AGENCY FOR
INTERNATIONAL DEVELOPMENT

PROAG

 Worksheet Issuance

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1. Cooperating Country
Vietnam2.a. Code No.
730-11-995-334

2.b. Effective Date

2.c. Amendment
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Indicate block
numbers.

Use this form to complete the information required in any block of a PIO or PAA form.

- d. Requests received from the regions and provinces will be processed expeditiously.
- e. The efficiency of the Chieu Hoi cadre will be improved by intensive training of those with requisite basic qualifications and the removal of those deemed incompetent.
4. The Ministry of Chieu Hoi, as indicated on Block 9 of the first page of this agreement, to make available a total current year expenditure budget of VN\$320,000,000 of which new funds of VN\$720,000,000 will be made available from the American Aid Chapter CY 1969, Title 23 and VN\$100,000,000 of carryover from 1968 for this project. These funds will be made available on a timely basis, in accordance with approved procedures.
5. The Ministry of Chieu Hoi will provide VN\$210,000,000 from the National Budget to pay salaries of Chieu Hoi cadre, other than members of Armed Propaganda Teams and political orientation instructors, and other administrative costs of the Program.
- B. The United States Agency for International Development designates the Director, Chieu Hoi Directorate of the Office of Civil Operations and Revolutionary Development Support, or his designee to serve as Project Representative for this project.
- IV. GENERAL**
- A. The Standard Provisions referred to on page one of this Agreement are incorporated in and made part of this Agreement.
- B. The Budget attached hereto as Annex B may be modified, within the limitation of total funds hereby approved, by agreement between the Project Manager and the Project Representative provided that no funding category is increased or decreased by more than 20%.
- C. The Work Plan attached hereto as Annex C may be modified by Agreement between the Project Manager and the Project Representative subject to review of substantive changes by the Ministry of Chieu Hoi and USAID.

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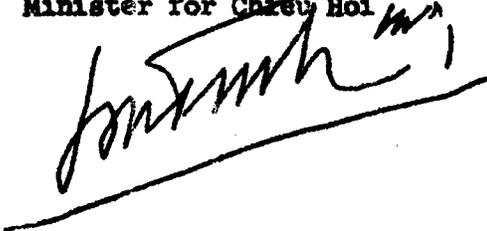
ANNEX A

**AN AGENCY OF THE GOVERNMENT OF
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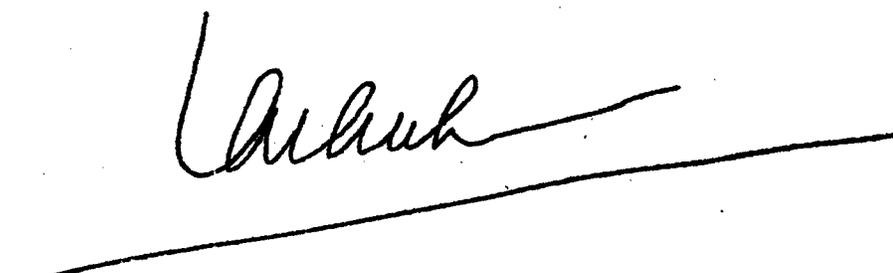
3. Project/Activity Title
Chieu Hoi Support

Concurrences:

Nguyen Ngoc An (date)
Minister for Chieu Hoi



Nguyen Thai Lai (date)
Director of Administration and Management
Ministry of Chieu Hoi



For the Cooperating Government or Agency

For the Agency for International Development

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Chieu Hoi Support (DOD)

CY 69 AMERICAN AID CHAPTER BUDGET

CODE : # 84
ITEM : 13
CHAPTER: 212

ARTICLE 11-19 - Salaries retained and administered at Central: **78,832,000**
 - Salaries and allowances for APT cadres.
 - Per diem for APT cadres.
 - Salaries and allowances for 70 Political Instructors.
 - Per diem for 70 Political Instructors.

ARTICLE 31-39 - Operational Supplies and Services retained and administered at Central: **103,044,000**
 - Clothing, feeding and misc. necessities. Awards. Per diem for Hoi Chanh. Transportation cost. Psywar. Vocational Training. Political Training. Literacy Training. Supplies. P.O.L. and vehicle maintenance. Depot rental.
 - Expenditures to be paid to the Supply/Purchasing Authority (CPSA). Maintenance of signal equipment. Equipment for Hoi Chanh. Training of cadres and personnel.

ARTICLE 51-59 - Routine Concessions: **830,149,000**
 - Transferred to Provincial RD Budget 510,924,000 (A) (Pay and per diem for APT cadres. Clothing. Feeding. Spending (pocket money). Transportation. Awards. Propaganda. Political training. Vocational training. Per diem for Hoi Chanh. P.O.L. for vehicles. Return home allowances. Death allowance. Construction, enlargement, rehabilitation; and equipping Chieu Hoi Centers and Villages.

To be retained and administered at Central:
 Special allowances for high-ranking Hoi Chanh.
 Return home allowance. Death allowance.
19,225,000

For the Cooperating Government or Agency

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ANNEX B

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**ARTICLE 71-79 - Direct investment retained and administered
at Central:**

7,975,000

- Constructing and equipping house for 15 APT units. Repair, enlargement and equipping Central Chieu Hoi Center and four CTZs. House rental for high-ranking Hoi Chanh.

Total expenditure for FY 1969:

720,000,000\$

Carried over from 1968:

100,000,000\$

Total expenditure authorized for FY 1969:

820,000,000\$

For the Cooperating Government or Agency

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CY 69 AAC WORK PLAN-334-Chieu Hoi Support

1. Salaries for 65 APT companies:

The CY 1969 budget provides V\$323,498,000 for salaries and allowances for an authorized strength of 65 companies (4810 members). Funds will be disbursed in keeping with the number of teams authorized and their personnel strength. Some provinces are authorized entire Armed Propaganda Companies; others are authorized Armed Propaganda Platoons; and some of the smaller provinces are authorized Armed Propaganda Squads.

2. Per Diem for APT:

While operating away from their base camps an Armed Propaganda Cadre will be authorized per diem at the rate of V\$80 per day. It is estimated that the average A.P.C. will spend approximately two-thirds, or twenty days per month, on operations. To provide for payment of this allowance the sum of V\$97,902,000 will be provided. Payment will be made only for those days actually spent away from his base area.

3. Salaries for 70 Political Orientation Instructors:

Seventy trained instructors will be employed to conduct Political Orientation classes for Hoi Chanh at the Provincial, Regional and National Centers. V\$11,424,000, an average of V\$13,600 per month/per instructor, will be allocated for these services during 1968. The Ministry of Chieu Hoi will make available to the Chieu Hoi Directorate, CORDS, the location of work assignments for each instructor.

4. Per Diem for 70 Political Orientation Instructors:

The political orientation instructor will be expected to spend each working week at the center to which they are assigned. In most cases this entails living away from their place of residence. To support this requirement it is necessary to provide V\$1,008,000 at the rate of V\$60 per diem, for the 50 instructors for 20 days each month. Payment will be made only for those days actually spent away from their city of residence.

5. Clothing Allowances Each returnee will receive V\$1,500 (total - V\$30,000,000) for the purchase of clothing. This allowance is intended for the purchase of one (1) pajama suit, one (1) trousers and one (1) shirt. The returnee will receive this allowance during his first week

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in the Center and the GVN Chief of the local Chieu Hoi Service will exercise supervision to insure that the money is spent for the intended purpose. Purchase of clothing may be made in one of three ways, these are:

- A. Give the allowance directly to the returnee and permit him to purchase directly from a local tailor, or
- B. Turn the funds over to a local clothing-purchase-committee, which will purchase clothing for several returnees at once. This committee will be composed of at least three members, two of which are Hoi Chanh, or
- C. The same committee mentioned in (B) above will purchase cloth locally and tailoring will be performed by those qualified Hoi Chanh in the Center who are undergoing vocational training in a tailoring course. The labor rate paid for these services will be established by the committee and will be paid from the clothing allowance.

In cases where the returnee brings a dependent(s) to the Center, he will, if he so chooses, be allowed to apply a portion of the clothing to purchase clothing for them. He must, in any case, provide for at least one suit of pajamas for himself. Clothing becomes the property of the returnee and will not be returned upon his departure from the center.

6. Food Allowance:

The grant for food allowance is **VM\$50** per day for 60 days each for 20,000 anticipated returnees; **VM\$50** per day for each of 4,000 dependents 15 years of age and older; and **VM\$25** per day for 9,400 dependents under 15 years of age. Food allowances should be given daily to a representative committee of the returnees for marketing. The maximum period of residence in a Center normally is 60 days. Exceptions to this rule must be approved by the Ministry of Chieu Hoi in Saigon. The total of this expense is **VM\$86,100,000.**

7. Spending (Pocket) Money:

Each returnee will, during his stay in the Center, receive **VM\$300** per month for purchase of incidentals. The returnee's dependent wife (husband) will receive **VM\$150** per month. The total of this expense is **VM\$16,020,000.**

8. Transportation Costs: The funds allocated for transportation will be expended to provide transportation for returnees political instructors

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ANNEX C

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and members of Armed Propaganda Companies in their performance of official duties, activities and functions, such as, but not limited to movement from provincial and autonomous city Chieu Hoi Centers to the Regional and National Centers. There is no maximum or minimum expenditure per returnee or APT member. The money may be used to purchase land or air tickets, or if the carrier does not use tickets, only a receipt will be required; or cash may be given directly to the returnee or APT member with which they can purchase their own tickets. Transportation fees will be charged against the unit from which the returnee or APT member departs. The total of this expense is VN\$8,904,000.

9. Awards:

A. Weapons: Specific weapons awards will be paid in accordance with the official table of prices for returned weapons. During CY 1969, the list of weapons for which awards will be paid, and the amount paid per weapon, may be changed. However, if such changes are made, approval must be obtained from appropriate members of the U.S. Mission. The total of this item is VN\$15,000,000.

B. Special Mission: Special mission awards may be paid for meritorious service and/or action by the returnees, such as, but not limited to, the supplying of information on which a successful military operation is based or actual participation in tactical operations of the GVN/PMMAF. Chiefs of Chieu Hoi Services can propose to the Mayor or Province Chief awards up to VN\$10,000, depending on the case. Proposed awards of over VN\$10,000 must be submitted to the Ministry of Chieu Hoi for approval. The total of this item is VN\$300,000.

10. Psychological Operations:

A total of VN\$28,100,000 will be provided for the funding of psychological operations at all levels of government. These funds may be spent for any expenses entailed in furthering the psyops effort and agreed upon between appropriate GVN and CORDS officials.

11. Political Training:

The conduct of political orientation for Hoi Chanh is a necessary prerequisite to their assumption of full citizenship in the RVN. VN\$2,900,000 will be provided for the purchase of supplies, equipment, orientation tours, and any other costs entailed in conducting this political training.

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AID 1990-1A (9-69) PROAG CONTINUATION SHEET ANNEX C	PROJECT AGREEMENT BETWEEN AID AND DGBFA	1. Project/Activity No. 730-11-995-334	PAGE 12 OF 22 PAGES
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12. Vocational Training:

Vocational training courses for returnees will be conducted at three levels, national, regional, and in the provinces in order to further their rehabilitation and assist them in becoming productive members of society in the RVN. A total of ~~VN\$23,000,000~~ will be provided for use at all levels, to be allocated as follows: Regional and National-- VN\$12,000,000, Provincial-- VN\$11,000,000. These funds will be expended for instructional services, tuition paid to private schools, renting of land for demonstration projects, student supplies, equipment, and any other expenses deemed necessary for the conduct of successful vocational training.

13. Equipment for Armed Propaganda Companies:

A total of VN\$19,240,000 will be provided for the purchase of clothing, supplies and equipment (not including weapons, ammunition or vehicles) for the APT. Prior to purchase of such equipment by the Ministry of Chieu Hoi, agreement will be reached with appropriate CORDS officials as to the type, kind and amounts to be purchased.

14. Per Diem for Hoi Chanh:

Returnees are authorized payment of VN\$80 per diem when on official psyops, intelligence and tactical missions. If the work is performed at the center, the regular food allowance of VN\$30 per day will be subtracted from the per diem allowance. A total of VN\$1,200,000 will be provided for this purpose.

15. Vehicle Fuel and Maintenance:

A total of ~~VN\$13,059,400~~ will be provided to purchase fuel, oil and maintenance services for all types of vehicles and generators which are the property of, and utilized by, officials and cadre of the Ministry of Chieu Hoi in the performance of official duties. The allocation for this item is computed as follows:

Fuel:	VN\$ 9,159,400
Maintenance:	<u>VN\$ 3,900,000</u>
Total	VN\$13,059,400

The above expenditures will be based solely on requirements.

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AND 100011 (8-69) PROAG CONTINUATION SHEET ANNEX <u>C</u>	PROJECT AGREEMENT BETWEEN AID AND DGRFA	1. Project/Activity No. 730-11-995-334	PAGE <u>13</u> OF <u>22</u> PAGES
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16. Maintenance of Communications System: The Ministry of Chieu Hoi installed, during CY 1968, a communications system between the Central four Regions, and selected Provincial offices. An amount of VN\$100,000 will be provided for the cost of labor and materials required to repair this equipment when, and if, breakdown occur.

17. Rental of Warehouse:

In order to provide protection from the elements, and security, for commodities and supplies utilized in the Chieu Hoi program, the Ministry of Chieu Hoi rents a warehouse in Saigon. VN\$480,000 is provided for this purpose.

18. Equipment and Training for APT:

Political, psychological and military training of Armed Propaganda cadre will be conducted at each of the four Regional Chieu Hoi Centers. In order to provide for student and classroom supplies and material for this training, a fund in the amount of VN\$20,440,000 will be provided.

19. Equipment for Hoi Chanh:

Each returnee will be furnished a sleeping mat, a blanket, and a mosquito net at an average estimated cost of VN\$ 375 for a total of VN\$ 7,500,000.

20. CPSA Charges:

VN\$ 12,000,000 to cover the estimated cost of the repair and maintenance of vehicles, machines and equipment plus the cost of receiving, storing and distributing commodities through the CPSA/MORD system.

21. Cadre and Personnel Training:

An estimated VN\$ 200,000 will be expended for the training of cadre and personnel.

22. Special Allowances for High Level Returnees:

High ranking returnees, both political and military, are susceptible to, and deserving of, special inducements and attention. High on the list of special inducement considerations of these returnees is a promise of special allowances. VN\$ 10,000,000 will be provided in 1969 for this purpose.

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23. Reinstatement Allowance:

An allowance to assist the individual Hoi Chanh in returning home, and in resettling, upon his release from a center is to be provided. It is estimated that 20,000 Hoi Chanh will be given a reinstatement allowance of VN\$ 1,200 for a total budgeted amount of VN\$ 24,000,000.

24. Survivors Allowance for Hoi Chanh and relatives of Hoi Chanh:

A fund of VN\$ 3,000,000 will be furnished to provide survivors compensation for Hoi Chanh.

25. Survivors Allowance for APT Members:

An allowance is to be paid to survivors of team members who are killed while in a duty status (as opposed to while in a status such as "on leave," etc.). This item provides a fund for 200 of such incidents at VN\$ 52,500 each, for a total of VN\$ 10,500,000.

26. Resettlement Allowance:

Each returnee family choosing to resettle in a Chieu Hoi hamlet will be granted an allowance VN\$ 3,000. These funds are to be used by the resettler to purchase furniture, construction materials and incidentals. It is estimated that approximately 800 families will be eligible for this assistance in 1969 for a total expenditure of VN\$ 2,400,000.

27. APT Housing:

165 units of APT housing is to be constructed at a unit cost of VN\$ 100,000 for a total of VN\$ 16,500,000.

28. APT Housing Supplies:

Provision is made for the purchase of furniture, equipment and supplies for 165 APT units at a unit cost of VN\$ 15,000 each for a total of VN\$ 2,475,000.

29. Construction of Thua Thien Center:

VN\$ 2,250,000 has been programmed to construct a new Thua Thien Chieu Hoi Center. VN\$ 500,000 in additional funds is to be used to purchase necessary equipment for the new center. (Note: If the ultimate decision is not to construct a new center in Thua Thien,

For the Cooperating Government or Agency SIGNATURE: _____ DATE: _____ TITLE: _____	For the Agency for International Development SIGNATURE: _____ DATE: _____ TITLE: _____
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**PROJECT AGREEMENT
BETWEEN AID AND
DGBFA**

AN AGENCY OF THE GOVERNMENT OF
Vietnam

1. Project/Activity No.

130-11-995-334

PAGE 15 OF 22 PAGES

2. Agreement No.

70-005

3. Original or
Revision No. _____

3. Project/Activity Title

Chieu Hoi Support (DOD)

these funds will be reprogrammed to a similar use in another area).

30. Lighting of National and Regional Centers

Funds have been provided to purchase 10 floodlights for the National and each of the Regional Centers at a unit cost of VN\$3,000 for a total of VN\$150,000.

31. Maintenance, Equipment and Enlargement for 48 Provincial CH Centers:

In order to provide for the replacement of supplies and equipment in, and maintenance of, Provincial Centers due to fair wear and tear, pilferage, etc., the sum of 16,800,000 will be provided. This is computed on the basis of VN\$350,000 for each of 48 centers but actual distribution of these funds will be made solely on the basis of need and as agreed upon by GVN Project Manager and the CORDS Technical Representative. Actual expenditures at the Provincial/Autonomous City level will be made for those items as agreed upon between the GVN Provincial/Autonomous City Chieu Hoi Chief and the CORDS Chieu Hoi Representative.

32. National and Regional Construction:

In order to provide for the repair and enlargement of the National and four Regional Centers, and equipment for these centers, the sum of VN\$5,500,000 shall be provided. This is computed on the basis of VN\$1,000,000 for each of the four Regional Centers and VN\$1,500,000 for the National Center. Actual distribution and end use of these funds will be made as agreed upon by the GVN Project Manager and the CORDS Technical Representative.

33. House Rental and Furniture Allowance:

In order to provide high-ranking returnees additional privacy and a more secure place to live, the Ministry of Chieu Hoi shall rent a suitable house in Saigon. This agreement shall provide funds for rental of said house for twelve (12) months, computed at an average monthly cost of VN\$50,000 which may be spent for both rent and utilities. VN\$100,000 will be provided for the purchase of furniture to be used in the house for high-ranking returnees. Selection of furniture to be purchased shall be per agreement between the GVN Project Representative and the CORDS Technical Representative.

For the Cooperating Government or Agency

For the Agency for International Development

SIGNATURE: _____ DATE: _____
TITLE: _____

SIGNATURE: _____ DATE: _____
TITLE: _____

PROAG
CONTINUATION
SHEET

ANNEX C

PROJECT AGREEMENT
BETWEEN AID AND
DGBFA

AN AGENCY OF THE GOVERNMENT OF
Vietnam

1. Project/Activity No.
730-11-995-334

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34. Construction of New Chieu Hoi Hamlets:

During CY 1969, the Ministry of Chieu Hoi and its subordinate agencies will construct 8 new Chieu Hoi hamlets. Public buildings will include as a minimum, a hamlet headquarters (consisting of a meeting room, an information room and a public health station), a school and a vocational training building. Hamlets will be constructed on government owned land at no cost to the MCH. Residents will construct their houses with no labor cost accruing to the GVN. Residents will be given priority as laborers in construction of public buildings and will be reimbursed at standard rates of pay for the locality, except that residents will contribute their labor to the authorized self help projects in each hamlet. The total expenditure for each hamlet is calculated at VN\$3,286,200. The total for 8 hamlets is VN\$26,289,600.

For the Cooperating Government or Agency

For the Agency for International Development

SIGNATURE: _____ DATE: _____

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TITLE: _____

TITLE: _____

**PROJECT AGREEMENT
BETWEEN AID AND**

DGBFA

**AN AGENCY OF THE GOVERNMENT OF
Vietnam**

1. Project/Activity No.
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70-005

3. Original or
Revision No. _____

4. Project/Activity Title

Chieu Hoi Support (DOD)

USAID/GVN STANDARD PROVISIONS

I. RESPONSIBILITIES :

A. USAID

1. Availability of funds permitting, USAID proposes to provide dollar funds to finance the procurement of contract services, commodities, technicians' costs, participant training, and other costs as required for this project. Except for technician costs, the actual obligation of these funds will be accomplished by separate documentation signed by the GVN and USAID if they are not obligated by this Project Agreement.

2. AID agrees to furnish technical advice, guidance, and assistance through technical advisors, consultants, or contractors to assist the GVN Ministry sponsoring this project, in all technical and financial aspects of the project, including planning and implementation.

3. AID agrees to assist the Government of Vietnam in the selection of participants for further study and training in the USA and third countries and to assist in planning study and observation tours as required.

4. USAID shall appoint a Technical Advisor, who will act as the USAID technical specialist and be delegated the authority to assist his GVN counterpart in the latter's responsibility to supervise, develop, and implement this project. Notification of the name of the USAID Technical Advisor shall be made to DGBFA and the appropriate Ministry within 10 days after the Agreement has been signed. The Technical Advisor or his successor will assure continuity of activities undertaken pursuant to this Project Agreement.

5. USAID shall make available to the USAID Technical Advisor such technical, financial, or administrative services as may be necessary to implement the project on schedule, including relevant financial data concerning the USAID direct dollar assistance. This information will also be available to DGBFA.

For the Cooperating Government or Agency

For the Agency for International Development

SIGNATURE: _____ DATE: _____

SIGNATURE: _____ DATE: _____

TITLE: _____

TITLE: _____

**PROJECT AGREEMENT
BETWEEN AID AND**

DGBFA

**AN AGENCY OF THE GOVERNMENT OF
Vietnam**

1. Project/Activity No.
730-11-995-334

2. Agreement No.
73-095

3. Original or
Revision No. _____

4. Project/Activity Title
Chieu Hoi Support (DOD)

USAID/GVN STANDARD PROVISIONS - CONTINUED

B. Government of Vietnam :

1. The GVN agrees to provide the plaster funds from the source and in the amount specified under block 9 of this Project Agreement for the purposes designated in this Agreement.

2. The GVN Minister sponsoring this project, or his authorized representative, shall appoint a Project Manager, who will act as the GVN technical specialist and be delegated the authority to supervise, develop and implement this project, with the assistance of U.S. technical advisors. Notification of the appointment and the name of the Project Manager shall be made to USAID and DGBFA within 10 days after this Agreement has been signed.

3. The GVN Minister, or his authorized representative, shall make available to the Project Manager such technical, financial, or administrative services as may be necessary to implement the project on schedule, including financial data from the National Budget relating to the project. This information will also be made available to USAID.

4. For evaluation and review purposes, the Project Manager, acting through his Minister, shall render to the Directorate General for Budget and Foreign Aid (DGBFA) quarterly progress reports in a format approved by the GVN and USAID. Copies of the reports will also be made available to USAID.

5. In accordance with AID regulations governing the selection of participants, the Project Manager is to nominate qualified technicians associated with the project as candidates for participant training. Selection of participants and nomination to the GVN and USAID for approval will be achieved jointly by the Project Manager and his U.S. technical advisors. The GVN agrees that all participants selected and mutually approved by the GVN and USAID for training shall (a) be released for training when scheduled, (b) have their salary continued during the period of training, and (c) shall be immediately re-employed upon their return from training in the same position from which released or in a more responsible position in the project.

For the Cooperating Government or Agency

For the Agency for International Development

SIGNATURE: _____ DATE: _____

SIGNATURE: _____ DATE: _____

TITLE: _____

TITLE: _____

AID 1330-1C (8-63) PROAG FOREIGN CURRENCY STANDARD PROVISIONS ANNEX	PROJECT AGREEMENT BETWEEN AID AND DGBFA AN AGENCY OF THE GOVERNMENT OF Vietnam	1. Project/Activity No. 730-11-995-334 2. Agreement No. 730-11-995 a. <input checked="" type="checkbox"/> Original or Revision No.
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A. As used herein, «AID» means the Agency for International Development, any component agency, and any successor agency. «Cooperating Agency» means the agency which is a party to this Project Agreement with AID and «Cooperating Country» means the country of the Cooperating Agency. «Local Currency» means currency originally issued by the Cooperating Country as a medium of exchange therein.

B. (1) AID will make available the amounts specified in Block 8 of this Project Agreement, as necessary for the project, for use for the designated purposes and as may be further described in Block 5 hereof.

(2) The Cooperating Agency will make available the amounts specified in Block 9 of this Project Agreement, as necessary for the project, for use for the designated purposes and as may further be described in Block 5 hereof. The Cooperating Agency will also make, or arrange to have made, additional contributions of property, services, facilities and funds required for carrying out the project as may be specified in Block 5 hereof or as may subsequently be agreed upon by the two parties.

C. AID and the Cooperating Agency may obtain the assistance of other public and private agencies in carrying out their respective obligations under this Project Agreement. The two parties may agree to accept contributions of property, services, facilities and funds for purposes of this Project Agreement from other public and private agencies, and may agree upon the participation of any such third party in carrying out activities under this Project Agreement.

D. All contributions of AID pursuant to this Project Agreement shall be made within a six months grace period extending beyond the estimated final contribution date specified herein. Except as otherwise specified herein or subsequently agreed by the two parties, all contributions of the Cooperating Agency pursuant to this Project Agreement shall be made on or before that same date. A contribution of goods or services shall be considered to have been made when the goods or services, provided or financed by the contributing party, are delivered in accordance with commercial practice.

E. The procurement of commodities and contract services to be financed with an AID contribution of currency other than that of the United States or of the Cooperating Country shall be subject to all provisions of, and regulations governing, Foreign Currency Authorizations issued by AID.

F. AID reimbursements or advances shall, in general, not exceed the amount obtained by applying the ratio of AID to Cooperating Agency contributions specified in the Project Agreement to the amount currently contributed by the Cooperating Agency. For example, if the Project Agreement provides for total contributions of \$400,000 by AID and \$600,000 by the Cooperating Agency and if the Cooperating Agency has currently contributed \$6,000 then AID will, in general, reimburse or advance no more than \$4,000. Commodities and services financed with an AID contribution of local currency shall be subject to the following requirements:

(1) Reimbursement

As mutually agreed between AID and the Cooperating Agency, either of the following methods may be employed for reimbursement by AID of local currency expenditures made by the Cooperating Agency:

(a) Direct Reimbursement

Once monthly or at such other intervals as may be mutually agreed between AID and the Cooperating Agency, AID will reimburse the Cooperating Agency for local currency expenditures made by the Cooperating Agency in the procurement of approved project requirements. Such such claim for reimbursement must be supported by the following documentation:

(i) Public Voucher, SF-1034, signed by the properly accredited representative of the Cooperating Agency, and embodying the following additional certification: «The total amount claimed hereunder was expended for the purposes authorized in Project Agreement No. _____ and is supported by the documentation required by said Project Agreement on file in the Cooperating Agency».

(ii) A report in the format prescribed by the AID Controller, certified as true and accurate by the properly accredited representative of the Cooperating Agency, in support of each such claim for reimbursement.

(b) Advances

Once monthly or at such other intervals as may be mutually agreed upon between AID and the Cooperating Agency, AID may advance local currency to the Cooperating Agency for operating purposes. The

initial advance will be in an amount agreed upon between AID and the Cooperating Agency as necessary to cover estimated project expenditures for a specified time period, and will be supported by a budget developed and approved by both AID and the Cooperating Agency. When necessary to replenish the advance, the Cooperating Agency may be reimbursed for amounts actually expended by it by submitting claims for reimbursement of such amounts supported by the documentation prescribed in paragraph (a) (i) above. On the basis of such claims for reimbursement, AID may replenish the working fund in amounts equal to, but not in excess of, the actual expenditures of the Cooperating Agency as so reported, up to the total amount of the AID local currency contribution less the amount of the initial advance.

All expenditures made by the Cooperating Agency against such advances must be supported by the documentation prescribed in paragraph (a) (i) above and such documentation in support of the final expenditures of the Cooperating Agency must be submitted to AID not later than 90 days after the date of the final expenditure.

(a) Documentation

With respect to all AID contributed local currency made available to it, the Cooperating Agency agrees to maintain a separate set of accounts for all transactions financed or to be financed, and the Cooperating Agency further agrees to obtain and retain in its files, for inspection and review by AID at any time as requested by AID, the documents listed below in support of each transaction financed with such funds.

(a) Commodity Transactions :

- (i) Applicable contract or purchase order between supplier and purchaser;
- (ii) Supplier's detailed invoice and satisfactory evidence of payment;
- (iii) Ocean or inland bill of lading, or other document evidencing delivery to the purchaser;
- (iv) Such additional documentation (e.g. inspection certificate) as may be required from the supplier by the purchaser.

(b) Contract Services Transactions :

- (i) Applicable contract between contractor and purchaser;
- (ii) Contractor's detailed invoice and satisfactory evidence of payment;
- (iii) A certificate by the Cooperating Agency as follows :
"The undersigned certifies that the services for which reimbursement is requested have been satisfactorily rendered and the costs thereof

are properly reimbursable in accordance with the terms of the contract."

(c) Payroll Costs :

One copy of certified payroll listings and vouchers, together with satisfactory evidence of payment. Each payroll listing must show for each employee at least the following data : name, applicable job title, salary or wage rate, period covered, and amount paid.

(d) Other Project Costs :

One copy of the appropriate authorization documents and invoices covering travel, utility costs, etc.

(3) Refund Provision :

With respect to AID contributed local currency made available to the Cooperating Agency under the methods of financing herein described, the Cooperating Agency agrees to refund promptly to AID, upon demand by AID and pursuant to AID instructions, the entire amount of such currency expended by the Cooperating Agency (or such lesser amount as AID may demand) whenever AID determines that such expenditure was improper as being in violation of the terms and conditions of this Project Agreement and/or any applicable agreement or arrangement between AID and the Cooperating Agency.

G. Unless otherwise specified, title to all property procured through financing by AID pursuant to Block 8 of this Project Agreement shall be in the Cooperating Agency, or such public or private agency as it may authorize. This provision is inapplicable to any property which may be used in connection with the project but is not financed pursuant to said Block 8.

H. Any property furnished to either party through financing by the other party pursuant to this Project Agreement shall, unless otherwise agreed by the party which financed the procurement, be devoted to the project until completion of the project, and thereafter shall be used so as to further the objectives sought in carrying out the project. Either party shall offer to return to the other, or to reimburse the other for, any property which it obtains through financing by the other party pursuant to this Project Agreement which is not used in accordance with the preceding sentence.

I. (x) If AID and any public or private organization furnishing commodities through AID financing for operations hereunder in the Cooperating Country, is, under the laws, regulations or administrative procedures of the Cooperating Country, liable for customs duties and import taxes on commodities imported into the Cooperating Country for purposes of carrying out this Project Agreement, the Cooperating Agency will pay such duties and taxes unless exemption is otherwise provided by any applicable international agreement.

(2) If any personnel (other than citizens and residents of the Cooperating Country), whether United States Government employee, or employees of public or private organizations under contract with, or individuals under contract with, AID, the Cooperating Agency, or any agency authorized by the Cooperating Agency who are present in the Cooperating Country to provide services which AID has agreed to furnish or finance under this Project Agreement, are, under the laws, regulations or administrative procedures of the Cooperating Country, liable for income and social security taxes with respect to income upon which they are obligated to pay income or social security taxes to the Government of the United States of America, for property taxes on personal property intended for their own use, or for the payment of any tariff or duty upon personal or household goods brought into the cooperating country for the personal use of themselves and members of their families (not including such personal or household goods as may be sold by such personnel in the Cooperating Country), the Cooperating Agency will pay such taxes, tariff, or duty unless exemption is otherwise provided by any applicable international agreement.

J. Any personnel (other than citizens and residents of the cooperating country), whether United States Government employees, or employees of public or private organizations under contract with, or individuals under contract with, AID, the Cooperating Agency or any agency authorized by the Cooperating Agency, who are present in the Cooperating Country to provide services which AID has agreed to furnish or finance under this Project Agreement shall be subject to the approval of the Cooperating Agency and AID, and shall be under the general direction of the Director of the AID Mission to the Cooperating Country.

K. If any commodity is furnished to the Cooperating Agency, or any public or private agency authorized by the Cooperating Agency, on a grant basis through financing by AID pursuant to this Project Agreement under arrangements which will result in the accrual of proceeds to the Cooperating Agency or any authorized agency and if the applicable agreement between the two governments referred to on the first page of this Project Agreement does not provide for the establishment of a Special Account and the deposit therein of currency of the Cooperating Country, the Cooperating Agency will make such arrangements as may be necessary to establish a Special Account to deposit therein currency of the Cooperating Country in amounts equal to such proceeds, in accordance with such terms and conditions as may be agreed upon. Funds in the special account may be used only as agreed upon by AID and the Cooperating Agency; provided, that such portion of the funds in the Special Account as may be designated by AID shall be made available to AID to meet the requirements of the United States.

L. In the event that currency of a country other than the United States or the Cooperating Country is introduced into the Cooperating Country by AID or any public or private agency for the purposes of carrying out obligations of AID hereunder, the Cooperating Agency will make such arrangements as may be necessary to effect conversion of such currency into the currency of the Cooperating Country at the highest rate which, at the time the conversion is made, is not unlawful in the Cooperating Country. All uses of the currency of the Cooperating Country obtained by this conversion shall be subject to the requirements of paragraph F herein relating to local currency.

M. AID shall expend funds and carry on operations pursuant to this Project Agreement only in accordance with the applicable laws and regulations of the United States Government.

N. The two parties shall have the right at any time to observe operations carried out under this Project Agreement. Either party during the term of the Project and three years after the completion of the project, shall further have the right (1) to examine any property procured through financing by that party under this Project Agreement, wherever such property is located, and (2) to inspect and audit any records and accounts with respect to funds provided by, or any properties and contract services procured through financing by, that party under this Project Agreement, wherever such records may be located and maintained. Each party, in arranging for any disposition of any property procured through financing by the other party under this Project Agreement, shall assure that the rights of examination, inspection and audit described in the preceding sentence are reserved to the party which did the financing.

O. Upon completion of the project, a Completion Report shall be drawn up, signed by appropriate representatives of AID and the Cooperating Agency, and submitted to AID and the Cooperating Agency. The Completion Report shall include a summary of the actual contributions by both AID and the Cooperating Agency to the project, and shall provide a record of the activities carried out, the objectives achieved, and related basic data. AID and the Cooperating Agency shall each furnish the other with such information as may be needed to determine the nature and scope of operations under this Agreement and to evaluate the effectiveness of such operations.

P. The present Agreement shall enter into force when signed. Either party may terminate this Project Agreement by giving the other party 30 days written notice of intention to terminate it. Termination of this

Project Agreement shall terminate any obligations of the two parties to make contributions pursuant to Blocks 8 and 9 of this Project Agreement, except for payments which they are committed to make pursuant to non-cancellable commitments entered

into with third parties prior to the termination of the Project Agreement. It is expressly understood that the obligations under paragraph II relating to the use of property shall remain in force after such termination.

UNITED STATES AGENCY FOR INTERNATIONAL DEVELOPMENT
TO
VIET-NAM

PROJECT DOCUMENT
APPROVAL FORM

Division CORDS/Chieu Hoi

Date Typed June 12, 1969

Project No. 730-11-995-334

Title (Chieu Hoi Support (DOD))

Original Project Agreement - #69-185

Revision No.

WDP
[Signature]
PROGRAM OFFICE

7/3/69
DATE

William T. Oliver
7/21/69
PROJECT TECHNICIAN
DATE

[Signature]
FINANCIAL MGMT
sub to [unclear] dated
7/18/69
DATE

[Signature]
DIVISION CHIEF
7/21/69
DATE

PRO AG

01

PROJECT AGREEMENT
BETWEEN THE DEPARTMENT OF STATE, AGENCY FOR INTERNATIONAL DEVELOPMENT (AID),
AN AGENCY OF THE GOVERNMENT OF THE UNITED STATES OF AMERICA, AND
THE DIRECTORATE GENERAL FOR BUDGET AND FOREIGN AID (DOBFA)

AN AGENCY OF THE GOVERNMENT OF Vietnam

The above-named parties hereby mutually agree to carry out a project in accordance with the terms set forth herein and the terms set forth in any annexes attached hereto, as checked below:

- | | |
|---|--|
| <input checked="" type="checkbox"/> PROJECT DESCRIPTION ANNEX A | <input checked="" type="checkbox"/> FOREIGN CURRENCY STANDARD PROVISIONS ANNEX |
| <input checked="" type="checkbox"/> STANDARD PROVISIONS ANNEX | <input checked="" type="checkbox"/> STANDARD PROVISIONS ANNEX |
- USAID/GVN Standard**

This Project Agreement is further subject to the terms of the following agreement between the two governments, as modified and supplemented:

- | | |
|--|--------------------|
| <input type="checkbox"/> GENERAL AGREEMENT FOR TECHNICAL COOPERATION | DATE |
| <input checked="" type="checkbox"/> ECONOMIC COOPERATION AGREEMENT | DATE 9/7/51 |
| <input type="checkbox"/> (Other) | DATE |

1. PROJECT/ACTIVITY NO.
730-11-995-334

PAGE 1 OF 1 PAGES

2. AGREEMENT NO.
70-041

3. ORIGINAL OR REVISION NO. _____

4. PROJECT/ACTIVITY TITLE
Chieu Hoi Support (DOD) (FY 70)

5. PROJECT DESCRIPTION AND EXPLANATION
(See Annex A attached)

6. AID APPROPRIATION SYMBOL
72-1101006

7. AID ALLOTMENT SYMBOL
056-50-730-00-71-01

AID FINANCING	PREVIOUS TOTAL (A)	INCREASE (B)	DECREASE (C)	TOTAL TO DATE (D)
(a) Total		\$ 336,000		\$ 336,000
(b) Contract Services Base Services		336,000		336,000
(c) Commodities				
(d) Other Costs				
C. COOPERATING AGENCY FINANCING - DOLLAR EQUIVALENT				
\$1.00 = <u>VR\$118</u>				
(a) Total T/F		VR\$ 19,570,000		VR\$ 19,570,000
(b) Technical and other Services T/F		19,570,000		19,570,000
(c) Commodities				
(d) Other Costs				

10. SPECIAL PROVISIONS (Use Additional Construction Sheet, if necessary)
 This agreement makes available **\$331,000** and **VR\$19,570,000** for the renewal of Contract # **AID-730-3085** with the Eastern Construction Company, Incorporated, providing for the services of 38 technicians for the Chieu Hoi Project for one additional year, October 1, 1969 thru September 30, 1970; and **\$5,000** to meet a shortfall during the period Oct. 1, 1968 to Sept. 30, 1969. Details are incorporated in PIO/T 730-334-3-0100109.

11. DATE OF ORIGINAL AGREEMENT: **September 3, 1969** 12. DATE OF THIS REVISION: _____ 13. ESTIMATED FINAL CONTRIBUTION DATE: **March 31, 1971**

14. FOR THE COOPERATING GOVERNMENT OR AGENCY <i>[Signature]</i> DATE: 8/26/69 TITLE: Director of Foreign Aid	15. FOR THE AGENCY FOR INTERNATIONAL DEVELOPMENT <i>[Signature]</i> DATE: 9-3-69 TITLE: Director, USAID
---	--

Minister for Chieu Hoi
[Handwritten signature]

**PROJECT AGREEMENT
BETWEEN AID AND**

DGBFA

**AN AGENCY OF THE GOVERNMENT OF
Vietnam**

1. Project/Activity No.
730-11-995-334

PAGE ___ OF ___ PAGES

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70-041

3. Original or
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4. Project/Activity Title

Chieu Hoi Support (DOD)

(FY 70)

USAID/GVN STANDARD PROVISIONS

I. RESPONSIBILITIES :

A. USAID

1. Availability of funds permitting, USAID proposes to provide dollar funds to finance the procurement of contract services, commodities, technicians' costs, participant training, and other costs as required for this project. Except for technician costs, the actual obligation of these funds will be accomplished by separate documentation signed by the GVN and USAID if they are not obligated by this Project Agreement.

2. AID agrees to furnish technical advice, guidance, and assistance through technical advisors, consultants, or contractors to assist the GVN Ministry sponsoring this project, in all technical and financial aspects of the project, including planning and implementation.

3. AID agrees to assist the Government of Vietnam in the selection of participants for further study and training in the USA and third countries and to assist in planning study and observation tours as required.

4. USAID shall appoint a Technical Advisor, who will act as the USAID technical specialist and be delegated the authority to assist his GVN counterpart in the latter's responsibility to supervise, develop, and implement this project. Notification of the name of the USAID Technical Advisor shall be made to DGBFA and the appropriate Ministry within 10 days after the Agreement has been signed. The Technical Advisor or his successor will assure continuity of activities undertaken pursuant to this Project Agreement.

5. USAID shall make available to the USAID Technical Advisor such technical, financial, or administrative services as may be necessary to implement the project on schedule, including relevant financial data concerning the USAID direct dollar assistance. This information will also be made available to DGBFA.

For the Cooperating Government or Agency

For the Agency for International Development

SIGNATURE : _____ DATE : _____

SIGNATURE : _____ DATE : _____

TITLE :

TITLE :

**PROJECT AGREEMENT
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4. Project/Activity Title

Chieu Hoi Support (DOD)

(FY 70)

USAID/GVN STANDARD PROVISIONS - CONTINUED

B. Government of Vietnam :

1. The GVN agrees to provide the plaster funds from the source and in the amount specified under block 9 of this Project Agreement for the purposes designated in this Agreement.

2. The GVN Minister sponsoring this project, or his authorized representative, shall appoint a Project Manager, who will act as the GVN technical specialist and be delegated the authority to supervise, develop and implement this project, with the assistance of U.S. technical advisors. Notification of the appointment and the name of the Project Manager shall be made to USAID and DGBFA within 10 days after this Agreement has been signed.

3. The GVN Minister, or his authorized representative, shall make available to the Project Manager such technical, financial, or administrative services as may be necessary to implement the project on schedule, including financial data from the National Budget relating to the project. This information will also be made available to USAID.

4. For evaluation and review purposes, the Project Manager, acting through his Minister, shall render to the Directorate General for Budget and Foreign Aid (DGBFA) quarterly progress reports in a format approved by the GVN and USAID. Copies of the reports will also be made available to USAID.

5. In accordance with AID regulations governing the selection of participants, the Project Manager is to nominate qualified technicians associated with the project as candidates for participant training. Selection of participants and nomination to the GVN and USAID for approval will be achieved jointly by the Project Manager and his U.S. technical advisors. The GVN agrees that all participants selected and mutually approved by the GVN and USAID for training shall (a) be released for training when scheduled, (b) have their salary continued during the period of training, and (c) shall be immediately re-employed upon their return from training in the same position from which released or in a more responsible position in the project.

For the Cooperating Government or Agency

For the Agency for International Development

SIGNATURE : _____ DATE : _____

SIGNATURE : _____ DATE : _____

TITLE :

TITLE :

**PROAG
STANDARD
PROVISIONS
ANNEX**

PROJECT AGREEMENT

BETWEEN AID AND

DGBFA

**AN AGENCY OF THE GOVERNMENT OF
Vietnam**

1. Project/Activity No.

730-11-995-334

2. Agreement No.

70-041

3.

Original or Revision No.

A. As used herein, the term «AID» refers to the Agency for International Development, any component agency, or any successor agency. References to «this Project Agreement» shall mean the original Project Agreement as modified by any revisions which have entered into effect.

B. (r) AID will make available the amounts specified in Block 8 of this Project Agreement, as necessary for the project, for use for the designated purposes and as may be further described in Annex A, as required by Block 5 hereof. In addition, as may be further specified in Annex A, AID will, subject to the availability of funds and (where required by AID procedures) as provided for in Project Implementation Orders (PIOs) issued by AID in accordance with its procedures, make available funds (a) to pay costs of furnishing technical services to be performed by United States Government employees in connection with the project, (b) to pay a share of the costs of providing training outside the cooperating country in connection with the project for qualified persons from the cooperating country, and (c) to pay such additional costs as may be specified.

(a) The Cooperating Government Agency will make available the amounts specified in Block 9 of this Project Agreement, as necessary for the project, for use for the designated purposes and as may further be described in Annex A. The Cooperating Government Agency will also make, or arrange to have made, additional contributions of property, services, facilities and funds required for carrying out the project as may be specified in Annex A, or as may subsequently be agreed upon by the two parties.

C. AID and the Cooperating Agency may obtain the assistance of other public and private agencies in carrying out their respective obligations under this Project Agreement. The two parties may agree to accept contributions of property, services, facilities and funds for purposes of this Project Agreement from other public and private agencies, and may agree upon the participation of any such third party in carrying out activities under this Project Agreement.

D. AID shall not be required to make any contribution after the expiration of six months following the estimated final contribution date (Block 13 of the Project Agreement form AID 1330-1) or any amended final contribution date specified herein. Except as otherwise specified herein or subsequently

agreed by the parties, all contributions of the Cooperating Agency pursuant to this Project Agreement shall be made on or before said estimated termination date, or amended date. A contribution of goods or services shall be considered to have been made when the goods or services, provided or financed by the contributing party, are delivered in accordance with commercial practice.

E. The procurement of commodities and contract services to be financed in whole or in part by AID may (where so required by AID procedures) be undertaken only pursuant to PIOs issued by AID in accordance with its procedure.

F. Unless otherwise specified in the applicable PIO, the procurement of commodities financed with the AID contribution referred to in Block 8 of this Project Agreement shall be subject to the provisions of AID Regulation 1.

G. Unless otherwise specified in the applicable PIO, title to all property procured through financing by AID pursuant to Block 8 (c) of this Project Agreement shall be in the Cooperating Agency, or such public or private agency as it may authorize. This provision is inapplicable to any property which may be used in connection with the project but is not financed pursuant to said Block 8 (c).

H. Any property furnished to either party through financing by the other party pursuant to this Project Agreement shall, unless otherwise agreed by the party which financed the procurement, be devoted to the project until completion of the project, and thereafter shall be used so as to further the objectives sought in carrying out the project. Either party shall offer to return to the other, or to reimburse the other for, any property which it obtains through financing by the other party pursuant to this Project Agreement which is not used in accordance with the preceding sentence.

I. (r) If AID and any public or private organization furnishing commodities through AID financing for operations hereunder in the cooperating country, is, under the laws, regulations or administrative procedures of the cooperating country, liable for customs duties and import taxes on commodities imported into the cooperating country for purposes of carrying out this Project Agreement, the Cooperating Agency will pay such duties and taxes unless exemption is otherwise provided by any applicable international agreement.

(a) If any personnel (other than citizens and residents of the cooperating country), whether United

States Government employees, or employees of public or private organizations under contract with, or individuals under contract with, AID, the Cooperating Agency or any agency authorized by the Cooperating Agency, who are present in the cooperating country to provide services which AID has agreed to furnish or finance under this Project Agreement, are, under the laws, regulations or administrative procedures of the cooperating country, liable for income and social security taxes with respect to income upon which they are obligated to pay income or social security taxes to the Government of the United States of America, for property taxes on personal property intended for their own use, or for the payment of any tariff or duty upon personal or household goods brought into the cooperating country for the personal use of themselves and members of their families (not including such personal or household goods as may be sold by any such personnel in the cooperating country), the Cooperating Agency will pay such taxes, tariff, or duty unless exemption is otherwise provided by any applicable international agreement.

J. Any personnel (other than citizens and residents of the cooperating country), whether United States Government employees, or employees of public or private organizations under contract with, or individuals under contract with, AID, the Cooperating Agency or any agency authorized by the Cooperating Agency, who are present in the cooperating country to provide services which AID has agreed to furnish or finance under this Project Agreement shall be subject to the approval of the Cooperating Agency and AID, and shall be under the general direction of the Director of the Mission to the cooperating country.

K. If any commodity is furnished to the Cooperating Agency, or any public or private agency authorized by the Cooperating Agency, on a grant basis through financing by AID pursuant to this Project Agreement under arrangements which will result in the accrual of proceeds to the Cooperating Agency or any authorized agency and if the applicable agreement between the two governments referred to on the first page of this Project Agreement does not provide for the establishment of a Special Account and the deposit therein of currency of the cooperating country, the Cooperating Agency will make such arrangements as may be necessary to establish a Special Account and to deposit therein currency of the cooperating country in amounts equal to such proceeds, in accordance with such terms and conditions as may be agreed upon. Funds in the Special Account may be used only as agreed upon by AID and the Cooperating Agency; provided, that such portion of the funds in the Special Account as may be designated by AID shall be made available to AID to meet the requirements of the United States.

L. The Cooperating Agency will make such arrangements as may be necessary so that funds introduced into the cooperating country by AID or any public or private agency for purposes of carrying out obligations of AID hereunder shall be convertible into currency of the cooperating country at the highest rate which, at the time the conversion is made, is not unlawful in the cooperating country.

M. AID shall expend funds and carry on operations pursuant to this Project Agreement only in accordance with the applicable laws and regulations of the United States Government.

N. The two parties shall have the right at any time to observe operations carried out under this Project Agreement. Either party during the term of the Project and three years after the completion of the project, shall further have the right (x) to examine any property procured through financing by that party under this Project Agreement, wherever such property is located, and (a) to inspect and audit any records and accounts with respect to funds provided by, or any properties and contract services procured through financing by, that party under this Project Agreement, wherever such records may be located and maintained. Each party, in arranging for any disposition of any property procured through financing by the other party under this Project Agreement, shall assure that the rights of examination, inspection and audit described in the preceding sentence are reserved to the party which did the financing.

O. Upon completion of the project, a Completion Report shall be drawn up, signed by appropriate representatives of AID and the Cooperating Agency, and submitted to AID and the Cooperating Agency. The Completion Report shall include a summary of the actual contributions by both AID and the Cooperating Agency to the project, and shall provide a record of the activities carried out, the objectives achieved, and related basic data. AID and the Cooperating Agency shall each furnish the other with such information as may be needed to determine the nature and scope of operations under this Agreement and to evaluate the effectiveness of such operations.

P. The present Agreement shall enter into force when signed. Either party may terminate this Project Agreement by giving the other party 30 days written notice of intention to terminate it. Termination of this Project Agreement shall terminate any obligations of the two parties to make contributions pursuant to Blocks 8 and 9 of this Project Agreement, except for payments which they are committed to make pursuant to noncancellable commitments entered into with third parties prior to the termination of the Project Agreement. It is expressly understood that the obligations under paragraph H relating to the use of property shall remain in force after such termination.

**PROAG
FOREIGN CURRENCY
STANDARD PROVISIONS
ANNEX**

PROJECT AGREEMENT

BETWEEN AID AND

DGBFA

**AN AGENCY OF THE GOVERNMENT OF
Vietnam**

1. Project/Activity No.

730-11-995-334

2. Agreement No.

70-041

3.

Original or Revision No.

A. As used herein, «AID» means the Agency for International Development, any component agency, and any successor agency. «Cooperating Agency» means the agency which is a party to this Project Agreement with AID and «Cooperating Country» means the country of the Cooperating Agency. «Local Currency» means currency originally issued by the Cooperating Country as a medium of exchange therein.

B. (1) AID will make available the amounts specified in Block 8 of this Project Agreement, as necessary for the project, for use for the designated purposes and as may be further described in Block 5 hereof.

(2) The Cooperating Agency will make available the amounts specified in Block 9 of this Project Agreement, as necessary for the project, for use for the designated purposes and as may further be described in Block 5 hereof. The Cooperating Agency will also make, or arrange to have made, additional contributions of property, services, facilities and funds required for carrying out the project as may be specified in Block 5 hereof or as may subsequently be agreed upon by the two parties.

C. AID and the Cooperating Agency may obtain the assistance of other public and private agencies in carrying out their respective obligations under this Project Agreement. The two parties may agree to accept contributions of property, services, facilities and funds for purposes of this Project Agreement from other public and private agencies, and may agree upon the participation of any such third party in carrying out activities under this Project Agreement.

D. All contributions of AID pursuant to this Project Agreement shall be made within a six months grace period extending beyond the estimated final contribution date specified herein. Except as otherwise specified herein or subsequently agreed by the two parties, all contributions of the Cooperating Agency pursuant to this Project Agreement shall be made on or before that same date. A contribution of goods or services shall be considered to have been made when the goods or services, provided or financed by the contributing party, are delivered in accordance with commercial practice.

E. The procurement of commodities and contract services to be financed with an AID contribution of currency other than that of the United States or of the Cooperating Country shall be subject to all provisions of, and regulations governing, Foreign Currency Authorizations issued by AID.

F. AID reimbursements or advances shall, in general, not exceed the amount obtained by applying the ratio of AID to Cooperating Agency contributions specified in the Project Agreement to the amount currently contributed by the Cooperating Agency. For example, if the Project Agreement provides for total contributions of \$400,000 by AID and \$600,000 by the Cooperating Agency and if the Cooperating Agency has currently contributed \$6,000 then AID will, in general, reimburse or advance no more than \$4,000. Commodities and services financed with an AID contribution of local currency shall be subject to the following requirements :

(1) Reimbursement

As mutually agreed between AID and the Cooperating Agency, either of the following methods may be employed for reimbursement by AID of local currency expenditures made by the Cooperating Agency :

(a) Direct Reimbursement

Once monthly or at such other intervals as may be mutually agreed between AID and the Cooperating Agency, AID will reimburse the Cooperating Agency for local currency expenditures made by the Cooperating Agency in the procurement of approved project requirements. Each such claim for reimbursement must be supported by the following documentation :

(i) Public Voucher, SF-1034, signed by the properly accredited representative of the Cooperating Agency, and embodying the following additional certification : «The total amount claimed hereunder was expended for the purposes authorized in Project Agreement N^o. _____ and is supported by the documentation required by said Project Agreement on file in the Cooperating Agency».

(ii) A report in the format prescribed by the AID Controller, certified as true and accurate by the properly accredited representative of the Cooperating Agency, in support of each such claim for reimbursement.

(b) Advances

Once monthly or at such other intervals as may be mutually agreed upon between AID and the Cooperating Agency, AID may advance local currency to the Cooperating Agency for operating purposes. The

Initial advance will be in an amount agreed upon between AID and the Cooperating Agency as necessary to cover estimated project expenditures for a specified time period, and will be supported by a budget developed and approved by both AID and the Cooperating Agency. When necessary to replenish the advance, the Cooperating Agency may be reimbursed for amounts actually expended by it by submitting claims for reimbursement of such amounts supported by the documentation prescribed in paragraph (a) (i) above. On the basis of such claims for reimbursement, AID may replenish the working fund in amounts equal to, but not in excess of, the actual expenditures of the Cooperating Agency as so reported, up to the total amount of the AID local currency contribution less the amount of the initial advance.

All expenditures made by the Cooperating Agency against such advances must be supported by the documentation prescribed in paragraph (a) (i) above and such documentation in support of the final expenditures of the Cooperating Agency must be submitted to AID not later than 90 days after the date of the final expenditure.

(2) Documentation

With respect to all AID contributed local currency made available to it, the Cooperating Agency agrees to maintain a separate set of accounts for all transactions financed or to be financed, and the Cooperating Agency further agrees to obtain and retain in its files, for inspection and review by AID at any time as requested by AID, the documents listed below in support of each transaction financed with such funds.

(a) Commodity Transactions :

- (i) Applicable contract or purchase order between supplier and purchaser;
- (ii) Supplier's detailed invoice and satisfactory evidence of payment;
- (iii) Ocean or inland bill of lading, or other document evidencing delivery to the purchaser;
- (iv) Such additional documentation (e.g. inspection certificate) as may be required from the supplier by the purchaser.

(b) Contract Services Transactions :

- (i) Applicable contract between contractor and purchaser;
- (ii) Contractor's detailed invoice and satisfactory evidence of payment;
- (iii) A certificate by the Cooperating Agency as follows:
"The undersigned certifies that the services for which reimbursement is requested have been satisfactorily rendered and the costs thereof

are properly reimbursable in accordance with the terms of the contract."

(c) Payroll Costs :

One copy of certified payroll listings and vouchers, together with satisfactory evidence of payment. Each payroll listing must show for each employee at least the following data : name, applicable job title, salary or wage rate, period covered, and amount paid.

(d) Other Project Costs :

One copy of the appropriate authorization documents and invoices covering travel, utility costs, etc.

(g) Refund Provision :

With respect to AID contributed local currency made available to the Cooperating Agency under the methods of financing herein described, the Cooperating Agency agrees to refund promptly to AID, upon demand by AID and pursuant to AID instructions, the entire amount of such currency expended by the Cooperating Agency (or such lesser amount as AID may demand) whenever AID determines that such expenditure was improper as being in violation of the terms and conditions of this Project Agreement and/or any applicable agreement or arrangement between AID and the Cooperating Agency.

G. Unless otherwise specified, title to all property procured through financing by AID pursuant to Block 8 of this Project Agreement shall be in the Cooperating Agency, or such public or private agency as it may authorize. This provision is inapplicable to any property which may be used in connection with the project but is not financed pursuant to said Block 8.

H. Any property furnished to either party through financing by the other party pursuant to this Project Agreement shall, unless otherwise agreed by the party which financed the procurement, be devoted to the project until completion of the project, and thereafter shall be used so as to further the objectives sought in carrying out the project. Either party shall offer to return to the other, or to reimburse the other for, any property which it obtains through financing by the other party pursuant to this Project Agreement which is not used in accordance with the preceding sentence.

I. (1) If AID and any public or private organization furnishing commodities through AID financing for operations hereunder in the Cooperating Country, is, under the laws, regulations or administrative procedures of the Cooperating Country, liable for customs duties and import taxes on commodities imported into the Cooperating Country for purposes of carrying out this Project Agreement, the Cooperating Agency will pay such duties and taxes unless exemption is otherwise provided by any applicable international agreement.

(a) If any personnel (other than citizens and residents of the Cooperating Country), whether United States Government employee, or employees of public or private organizations under contract with, or individuals under contract with, AID, the Cooperating Agency, or any agency authorized by the Cooperating Agency who are present in the Cooperating Country to provide services which AID has agreed to furnish or finance under this Project Agreement, are, under the laws, regulations or administrative procedures of the Cooperating Country, liable for income and social security taxes with respect to income upon which they are obligated to pay income or social security taxes to the Government of the United States of America, for property taxes on personal property intended for their own use, or for the payment of any tariff or duty upon personal or household goods brought into the cooperating country for the personal use of themselves and members of their families (not including such personal or household goods as may be sold by such personnel in the Cooperating Country), the Cooperating Agency will pay such taxes, tariff, or duty unless exemption is otherwise provided by any applicable international agreement.

J. Any personnel (other than citizens and residents of the cooperating country), whether United States Government employees, or employees of public or private organizations under contract with, or individuals under contract with, AID, the Cooperating Agency or any agency authorized by the Cooperating Agency, who are present in the Cooperating Country to provide services which AID has agreed to furnish or finance under this Project Agreement shall be subject to the approval of the Cooperating Agency and AID, and shall be under the general direction of the Director of the AID Mission to the Cooperating Country.

K. If any commodity is furnished to the Cooperating Agency, or any public or private agency authorized by the Cooperating Agency, on a grant basis through financing by AID pursuant to this Project Agreement under arrangements which will result in the accrual of proceeds to the Cooperating Agency or any authorized agency and if the applicable agreement between the two governments referred to on the first page of this Project Agreement does not provide for the establishment of a Special Account and the deposit therein of currency of the Cooperating Country, the Cooperating Agency will make such arrangements as may be necessary to establish a Special Account to deposit therein currency of the Cooperating Country in amounts equal to such proceeds, in accordance with such terms and conditions as may be agreed upon. Funds in the special account may be used only as agreed upon by AID and the Cooperating Agency; provided, that such portion of the funds in the Special Account as may be designated by AID shall be made available to AID to meet the requirements of the United States.

L. In the event that currency of a country other than the United States or the Cooperating Country is introduced into the Cooperating Country by AID or any public or private agency for the purposes of carrying out obligations of AID hereunder, the Cooperating Agency will make such arrangements as may be necessary to effect conversion of such currency into the currency of the Cooperating Country at the highest rate which, at the time the conversion is made, is not unlawful in the Cooperating Country. All uses of the currency of the Cooperating Country obtained by this conversion shall be subject to the requirements of paragraph F herein relating to local currency.

M. AID shall expend funds and carry on operations pursuant to this Project Agreement only in accordance with the applicable laws and regulations of the United States Government.

N. The two parties shall have the right at any time to observe operations carried out under this Project Agreement. Either party during the term of the Project and three years after the completion of the project, shall further have the right (1) to examine any property procured through financing by that party under this Project Agreement, wherever such property is located, and (2) to inspect and audit any records and accounts with respect to funds provided by, or any properties and contract services procured through financing by, that party under this Project Agreement, wherever such records may be located and maintained. Each party, in arranging for any disposition of any property procured through financing by the other party under this Project Agreement, shall assure that the rights of examination, inspection and audit described in the preceding sentence are reserved to the party which did the financing.

O. Upon completion of the project, a Completion Report shall be drawn up, signed by appropriate representatives of AID and the Cooperating Agency, and submitted to AID and the Cooperating Agency. The Completion Report shall include a summary of the actual contributions by both AID and the Cooperating Agency to the project, and shall provide a record of the activities carried out, the objectives achieved, and related basic data. AID and the Cooperating Agency shall each furnish the other with such information as may be needed to determine the nature and scope of operations under this Agreement and to evaluate the effectiveness of such operations.

P. The present Agreement shall enter into force when signed. Either party may terminate this Project Agreement by giving the other party 90 days written notice of intention to terminate it. Termination of this

Project Agreement shall terminate any obligations of the two parties to make contributions pursuant to Blocks 8 and 9 of this Project Agreement, except for payments which they are committed to make pursuant to non-cancellable commitments entered

into with third parties prior to the termination of the Project Agreement. It is expressly understood that the obligations under paragraph H relating to the use of property shall remain in force after such termination.

UNITED STATES AGENCY FOR INTERNATIONAL DEVELOPMENT
TO
VIET-NAM

PROJECT DOCUMENT
APPROVAL FORM

Division CORDS/Chieu Hoi

Date Typed July 25, 1969

Project No. 730-11-995-334

Title Chieu Hoi Support (DOD)

Original Project Agreement - 70-041

Revision No.

L. Ramsey
PROGRAM OFFICE

7/31/69
DATE

William T. Oliver
PROJECT TECHNICIAN

8/11/69
DATE

Charles D. Sporn
HEAD/FINANCIAL MGMT

8-4-69
DATE

Frank B. ...
DIVISION CHIEF

8/18/69
DATE

RTE

PRU AB
VIETNAM
02

PROJECT AGREEMENT
BETWEEN THE DEPARTMENT OF STATE, AGENCY FOR INTERNATIONAL DEVELOPMENT (AID),
AN AGENCY OF THE GOVERNMENT OF THE UNITED STATES OF AMERICA, AND
THE DIRECTORATE GENERAL FOR BUDGET AND FOREIGN AID (DGBFA)
AN AGENCY OF THE GOVERNMENT OF VIETNAM.

Under the terms of the Economic Cooperation Agreement signed September 7, 1951, and the standard provisions annexes attached, it is agreed to carry out a project in accordance with the terms set forth herein.

1. PROJECT No. **730-11-995-334** 2. AGREEMENT No. **70-120** 3. ORIG REVISION No.

4. PROJECT TITLE: **Chieu Hoi Support**
(Sub-Activity)

5. PROJECT DESCRIPTION AND EXPLANATION (See Annex A attached)

6. APPROPRIATION: **72-1101006** 7. ALLOTMENT: **056-50-730-00-71-01 (DOD)**

8. AID DOLLAR FINANCING (Cost Component)	PREVIOUS TOTAL (A)	INCREASE (B)	DECREASE (C)	TOTAL TO DATE (D)
a. Personnel Costs (1) US PASA Contract		348,220		348,220
(2) Local and TCB PASA Contract				
b. Participants AID Direct PASA/Contract				
c. Commodities AID Direct PASA/Contract				
d. Other Costs AID Direct PASA/Contract		9,916,000		9,916,000
e. TOTAL (ALL COSTS)		10,264,220		10,264,220
9. LOCAL CURRENCY FINANCING (\$1.00 = <u> </u> Quochang)				
a. Counterpart Trust Fund AAC Special Fund Other				
b. GVN (show source below)				
c. US - Owned				

10. REFERENCES AND REMARKS:

Ref: **PIO/T 0200518**

11. DATE OF ORIG AGREEMENT: **June 5, 1970** 12. DATE OF THIS REVISION: 13. EST FINAL CONTRIBUTION DATE: **December 31, 1971**

14. GOVERNMENT OF VIETNAM 15. AGENCY FOR INTERNATIONAL DEVELOPMENT

SIGNATURE: *[Signature]* DATE: **May 30/71** SIGNATURE: *[Signature]* DATE: **June 5 1971**

TITLE: **Director General** TITLE: **Director**
for Budget and Foreign Aid

**PROJECT AGREEMENT
BETWEEN AID AND**

1. Project No. 730-11-995-101	PAGE 2 OF 10 PAGES
2. Agreement No. 70-120	3. <input checked="" type="checkbox"/> Original or Revision No. _____
3. Project/Activity Title Chieu Hoi Support	

**PROAG
CONTINUATION
SHEET
ANNEX A**

**DGBFA
AN AGENCY OF THE GOVERNMENT OF
Vietnam**

I. BACKGROUND

A. The Chieu Hoi project is a Government of Vietnam (GVN) program directed toward the entire population of the Republic of Vietnam (RVN) with particular emphasis on the population of Communist-infested areas, and on persons of Vietnamese nationality who have given support to some political or military activity of the Viet Cong (VC) or units of the North Vietnamese Army (NVA) operating in South Vietnam (SVN). It offers the hand of friendship and citizenship in the RVN to those who wish to return and support the GVN.

B. The program is designed to rehabilitate the returnee in order that he might become a productive citizen of the RVN. It further assists him in finding a niche for himself in normal Vietnamese society and monitors his activity to measure his success and assure him of continued GVN support.

C. Since inception of the program in 1963 through December 1969 there were 140,403 returnees (called Hoi Chanh) as follows:

1963 -	11,248
1964 -	5,417
1965 -	11,124
1966 -	20,242
1967 -	27,178
1968 -	18,171
1969 -	47,023

II. DESCRIPTION AND OBJECTIVES: The general objective of the program is to support and further the counter-insurgency program by:

A. Inducing the maximum number of enemy to return to the GVN through propaganda dissemination, increased Armed Propaganda Team (APT) operations, and a weapons award program to provide the returnees with cash awards for turning in enemy arms and arms caches.

B. Receiving, processing, and caring for returnees through provision of ample housing in reception centers and sufficient food, clothing, and living allowances for returnees and their families.

C. Preparing returnees for reintegration through programs in political education, literacy training, and vocational training.

D. Resettling all Hoi Chanh through issuance of permanent GVN ID cards to all returnees, assistance in finding employment, continued emphasis on GVN recruitment of returnees into military or paramilitary units and government

For the Cooperating Government or Agency	For the Agency for International Development
SIGNATURE: _____ DATE: _____	SIGNATURE: _____ DATE: _____
TITLE: _____	TITLE: _____

**PROAG
CONTINUATION
SHEET**

ANNEX _____

**PROJECT AGREEMENT
BETWEEN AID AND
DGBFA**

**AN AGENCY OF THE GOVERNMENT OF
Vietnam**

1. Program/Activity No. 730-11-995-333	PAGE 3 OF 10 PAGES
2. Agreement No. 70-120	3. <input checked="" type="checkbox"/> Original or Revision No. _____
3. Project/Activity Title Chieu Hoi Support	

civil service, and resettlement of returnees in Chieu Hoi hamlets.

E. Monitoring the activities of all returnees after they are released from active control.

III. DESIGNATIONS

A. USAID

The Director of CORDS/Chieu Hoi is hereby designated US Project Manager. In this capacity, he will act as technical advisor, coordinate the USAID assistance provide for the project, and work closely with the GVN Project Manager in all phases of the project, including budgeting, implementing, and evaluating.

B. GVN

The Minister of Chieu Hoi is hereby designated GVN Project Manager. In this capacity, he will be primarily responsible for the overall implementation of the program. It is understood and agreed he will seek and utilize the technical knowledge, advice, and counsel of the US Project Manager to the maximum degree practicable to attain project objectives.

IV. IMPLEMENTATION PLAN AND RESPONSIBILITIES

A. Inducement

The Ministry of Chieu Hoi (MCH) and the Joint US Public Affairs Office (JUSPAO) have primary responsibility for the dissemination of propaganda to the target population. The major part of this will be carried out by Armed Propaganda Teams, which will be operated by the GVN with support assistance provided by USAID and MACV/CORDS. The Ministry of Chieu Hoi will recruit up to 6,660 APT members. Uniforms, salaries, allowances and per diem will be paid for by funds provided to the GVN by USAID, while field gear will be provided by MACV.

B. Reception

Reception activities are the responsibility of the MCH. All returnees will be processed expeditiously. CORDS/Chieu Hoi Directorate (CHD) will provide advisory assistance, and USAID will provide funds to complete construction of regional reception centers in Regions I and III; to maintain, repair and expand present facilities as necessary; and to feed, clothe, and provide pocket money for all returnees.

For the Cooperating Government or Agency

For the Agency for International Development

SIGNATURE: _____ DATE: _____
TITLE: _____

SIGNATURE: _____ DATE: _____
TITLE: _____

PROJECT AGREEMENT

BETWEEN AID AND

DGBFA

**AN AGENCY OF THE GOVERNMENT OF
Vietnam**

1. Project/Activity No.

730-11-295-101

2. Agreement No.

70-120

2. Original or

Revision No. _____

3. Project/Activity Title

Chieu Hoi Support

**PROAG
CONTINUATION
SHEET

ANNEX A**

C. Training

USAID will provide funds, and MCH will: establish programs to train political instructors; recruit, select and train political instructors; and provide course materials for political training in all Chieu Hoi Centers.

D. Reintegration

The Ministry of Chieu Hoi will coordinate activities with: (1) the Ministry of Interior to insure that all returnees receive permanent GVN ID cards; (2) the Ministry of Labor and provincial employment councils to assist in job placement for returnees; and (3) with the Ministry of Defense to recruit returnees for military and paramilitary service.

V. FINANCIAL OBLIGATIONS

A. Up to \$9,916,000 obligated under this agreement will be converted to piasters by the US Disbursing Officer (USDO) on an as needed basis in accordance with the piaster budget attached. Such piasters will be considered as a grant to the GVN and will be deposited in the Counterpart Special Account and will be governed by standard counterpart procedures.

B. \$348,220 is provided for the expansion of services under the contract with American Asian International to include the training of instructors and Hoi Chanh as indicated in ref. PIO/T.

VI. REPORTING AND EVALUATION

The US and GVN Project Managers shall jointly prepare and submit to their respective agencies quarterly progress reports and other reports as may be requested in a format mutually acceptable to the GVN and USAID. Distribution will include DGBFA and other GVN agencies when appropriate. These reports should cover progress in the attainment of specific targets established in this Agreement and Work Plan, and identify any problems or delays encountered which are deterring progress of the project.

VII. SPECIAL PROVISIONS

The Minister for Chieu Hoi agrees to the following:

A. The Province or City Chieu Hoi Service Chief in each Province and City will submit to the Province Representative of the Office of Civil Operations and Rural Development Support, or his representative, not later than the 15th of each month, a report showing:

For the Cooperating Government or Agency

For the Agency for International Development

SIGNATURE: _____ DATE: _____
TITLE: _____

SIGNATURE: _____ DATE: _____
TITLE: _____

PROAG
CONTINUATION
SHEET

ANNEX A

PROJECT AGREEMENT
BETWEEN AID AND
DCBFA

AN AGENCY OF THE GOVERNMENT / OF
Vietnam

1. Identification No.
730-11-995-334

2. Agreement No.
70-120

3. Original or
Revision No. _____

3. Project/Activity Title
Chieu Hoi Support

1. Plasters allocated under this Agreement available to the province or city as of the first day of the previous month, listed by the headings contained in the attached budget or other suitable headings.
2. Plasters expended during the previous month and the balance available at the end of the previous month, shown under each heading.
3. The specific services, commodities or equipment purchased with the amount of expenditures shown.
4. Each month, one copy each of the above reports will be sent to the Chieu Hoi Directorate of the Office of Civil Operations and Rural Development Support by the Ministry of Chieu Hoi.

B. To insure effective and efficient implementation as outlined in the Work Plan attached hereto, the authorized representative of the Minister of Chieu Hoi agrees to implement the following policies:

1. Implement a procurement system that will insure that (1) requirements for equipment, materials and supplies are consistent with the needs of the project and the objectives to be obtained; (2) that equipment, materials and supplies are procured at the lowest cost commensurate with quality and delivery factors; and (3) that proper accounting records are maintained for all plasters expended.
2. Funds or credit will be advanced to regions and provinces in sufficient time to permit prompt and full payment of all allowances to returnees, and the prompt initiation and completion of Chieu Hoi construction projects.
3. Full and effective supervision over all aspects of the program in the regions and provinces will be provided by sending inspectors from Chieu Hoi Central to all regions and provinces and separate cities on a minimum schedule of once per quarter.
4. Requests received from the regions and provinces will be processed expeditiously.

For the Cooperating Government or Agency

For the Agency for International Development

SIGNATURE: _____ DATE: _____
TITLE: _____

SIGNATURE: _____ DATE: _____
TITLE: _____

PROAG
CONTINUATION
SHEET
ANNEX A

PROJECT AGREEMENT
BETWEEN AID AND
DGBFA

AN AGENCY OF THE GOVERNMENT OF
Vietnam

1. Project/Activity No.
730-11-993-337

2. Agreement No.
70-120

3. Original or
Revision No.

3. Project/Activity Title
Chieu Hoi Support

5. The efficiency of the Chieu Hoi cadre will be improved by extensive training of those with requisite basic qualifications and the removal of those deemed incompetent.

C. The Budget attached hereto may be modified, within the limitation of total funds hereby approved, by agreement between the GVN and US Project Managers provided that no funding article is increased by more than 20 percent.

D. The Work Plan attached hereto may be modified by Agreement between the Project Managers subject to review of substantive changes by the Ministry of Chieu Hoi and USAID.

W. W. W. W. 5/15/70
Minister for Chieu Hoi (date)

E. J. B. C. 26 May 1970
Director, Chieu Hoi (date)
Directorate

[Signature]
Director of Administration (date) 5/15/70
and Management
Ministry of Chieu Hoi

[Signature] 5/21/70
Minister of Labor (date)

For the Cooperating Government or Agency
SIGNATURE: _____ DATE: _____
TITLE: _____

For the Agency for International Development
SIGNATURE: _____ DATE: _____
TITLE: _____

PROAG
CONTINUATION
SHEET

ANNEX _____

PROJECT AGREEMENT
BETWEEN AID AND

DGBFA

AN AGENCY OF THE GOVERNMENT OF
Vietnam

Project/Activity Title
730-11-999-334

Agreement No.
70-120

Project/Activity Title
Chieu Hoi Support (DOD)

PAGE 7 OF 10 PAGES

Original or

Revision No.

CY70 WORK PLAN

The Chieu Hoi Program is an on-going pacification program without a definite termination date. Implementation of the program in CY70, will involve the following:

I. Psychological Operations

A. Propaganda media such as leaflets, posters, radio, TV and newspapers will be used to induce Viet Cong to return to the RVN cause. In conjunction with JUSPAO, the Ministry of Information, the GVN General Political Warfare Department and MACV, the Ministry of Chieu Hoi (MCH) will develop and implement techniques for the most effective use of this media.

B. The MCH Armed Propaganda Teams will continue to have the primary responsibility for conducting face-to-face inducement efforts among the enemy population. To insure maximum efficiency of this organization:

1. USAID will provide funding for APT salaries, allowances, and personal gear;
2. MACV will provide items of field gear;
3. The GVN National Training Center will provide training for 3,800 APT;
4. The APT will conduct their operations in contested and unpacified areas;
5. The number of APT companies authorized will be increased to 90, for a total of 6,660 APT members.

C. USAID will continue to provide budgetary support to the MCH Weapons Awards Program for returnees to encourage them to turn personal weapons and weapons caches over to GVN and allied military forces.

II. Reception Activities

A. MCH will complete programmed construction of Chieu Hoi Centers and will repair, maintain and expand existing facilities as needed, with USAID budgetary support.

B. USAID will continue to provide funding to MCH for food, clothing, pocket money, and release allowances for all returnees.

For the Cooperating Government or Agency

For the Agency for International Development

SIGNATURE: _____ DATE: _____
TITLE: _____

SIGNATURE: _____ DATE: _____
TITLE: _____

**PROJECT AGREEMENT
BETWEEN AID AND
DGBFA**

1. Project/Activity No. 730-11-995-334		PAGE 8 OF 10 PAGES
2. Agreement No. 70-120		3. <input type="checkbox"/> Original or Revision No. _____
3. Project/Activity Title Chieu Hoi Support (DOD)		

**PROAC
CONTINUATION
SHEET**

ANNEX _____

**AN AGENCY OF THE GOVERNMENT OF
Vietnam**

III. Training

A. In coordination with the National Training Center, MCH will establish a series of courses for 70 political instructors, who will, in turn, provide political instruction for all returnees. These political instructors will be recruited insofar as possible from the ranks of returnees and ex-returnees. USAID will provide funding for payment of salaries and allowances to political instructors.

B. Vocational training under the auspices of the Ministry of Labor (MOL) will be conducted in all regional Chieu Hoi centers. USAID will fund a vocational training contract to provide skills training in building trades and mechanics. In addition, this contract will provide an agricultural training consultant to provide assistance to a joint MCH-Ministry of Land Reform, Agriculture and Fishery Development (MLRAFD)-Ministry of Education (MOE) effort. MCH and MOL will provide personnel to be trained as instructors in order to build a vocational training infrastructure within the GVN. See ref. PIO/T.

C. MLRAFD and MOE will provide plaster support for on-the-job training in provincial centers.

D. USAID will provide plaster support for on-the-job training in provincial centers.

IV. Reintegration

A. MCH will continue to work with the Ministry of Interior on processing permanent GVN ID cards for all returnees.

B. MCH will continue to press for full utilization of provincial employment councils to assist the returnees in finding employment.

C. The US and other Free World Military Forces will continue to recruit qualified returnees for the Luc Luong 66 (Kit Carson Scouts).

D. During 1970, MCH, with USAID budgetary support, will complete construction of 13 Chieu Hoi hamlets to bring the total number of hamlets constructed to 41. Diesel generators supplied by USAID in FY 1969 will be installed in 15 hamlets during 1970. Nineteen of the completed hamlets have already been integrated into local government and the remainder will be reintegrated by the end of 1970.

E. In coordination with the Ministry of Interior and the Ministry of Information, MCH will conduct a census of all returnees and thereafter maintain personal contact with all returnees.

For the Cooperating Government or Agency

For the Agency for International Development

SIGNATURE: _____ DATE: _____
TITLE: _____

SIGNATURE: _____ DATE: _____
TITLE: _____

PROJECT AGREEMENT

BETWEEN AID AND

DGBFA

**AN AGENCY OF THE GOVERNMENT OF
Vietnam**

1. Project/Activity Title

730-11-992-000

2. Agreement No.

70-120

3. Original or

Revision No. _____

3. Project/Activity Title

Chieu Hoi Support

CY70 PIASTER BUDGET

(VND\$000)

Art. 11-19:	Salaries & Allowances of Personnel.....	78,016
Art. 31-39:	Operational Supplies & Services.....	152,647
	- Clothing.....	15,000
	- Food.....	43,500
	- Pocket money.....	7,500
	- Cash reward.....	10,650
	- Operational expenses.....	600
	- Transport expenses.....	2,904
	- Transportation for propaganda cadre.....	10,000
	- Vocational training.....	10,000
	- Political training.....	4,300
	- Clothing for C.H. Armed propaganda cadre.....	26,640
	- Printing.....	500
	- In-service training.....	2,724
	- Gas, lubricant & maintenance of vehicles..	5,629
	- Payment to the CPSA.....	3,000
	- Equipment of returnees.....	8,000
	- Equipment of intelligence & security team.	1,500
	- Maintenance of office supplies & communi- cation system.....	200
Art. 51-59:	Current Transfers.....	929,712
1.	At Headquarters:	
	- Special allowances to returnees holding higher grades.....	8,000
	- Allowances for returning to loyal life....	12,000
	- Death allowances to returnees & cadres....	6,450
	- Death allowances to C.H. hamlet cadres....	2,160
2.	Transferred to the Provincial Rural Development Budget	
	- Salaries & allowances of armed propaganda cadre.....	432,278
	- Operational expenditures for armed propaganda cadres.....	63,936
	- Salary of Chieu Hoi hamlet cadres.....	67,800
	- Clothing allowances of returnees.....	45,000
	- Food allowances of returnees & their families:	123,000
	50\$ x 30,000 HC x 60 days.....	90,000
	50\$ x 6,000 wives & children x 50 days	18,000
	25\$ x 10,000 babies x 60 days.....	15,000

For the Cooperating Government or Agency

For the Agency for International Development

SIGNATURE: _____ DATE: _____
TITLE: _____

SIGNATURE: _____ DATE: _____
TITLE: _____

**PROAG
CONTINUATION
SHEET**

ANNEX _____

PROJECT AGREEMENT
BETWEEN AID AND

1. Project/Activity Title
730-11-999-331

2. Agreement No.
70-120

3. Original or
Revision No.

3. Project/Activity Title
Chieu Hoi Support

PROAG
CONTINUATION
SHEET

DGRFA

AN AGENCY OF THE GOVERNMENT OF
Vietnam

ANNEX

Art. 51-59: (Continued)

- Allowances for pocket money to returnees & families..... 22,800
- Rewards for weapons & special missions... 12,300
- Operational expenditures for returnees... 1,800
- Transportation of returnees & armed propaganda cadres..... 7,200
- Propaganda missions..... 15,000
- Vocational training..... 13,000
- Political training..... 12,900
- Gas, lubricant, maintenance of vehicles and generators..... 23,103
- Allowances for returning to the home village..... 36,000
- Death allowances to CH & Arm. Prop. cadres 5,540
- Major repair of 8 Chieu Hoi villages..... 13,145
- Repair & maint. of 48 prov. CH centers... 2,400
- Equip. & supply for provincial CH center. 2,400
- Establ. & equip. of 50 Chieu Hoi sectors. 1,500

Art. 71-79: Direct Investments

9,625

- Equip. of 15 teams of Armed Propag. cadre 225
- Repair of Central CH center & Central Voc. Train. Center & 4 tact. zones..... 2,200
- Centers..... 1,000
- 300,000\$ x 4 tactical zones.. 1,200
- Equipment & supplies for Central Vocational Training Center & 4 tactical zones..... 6,200
- Centers..... 5,000
- 300,000\$ x 4 tactical zones.. 1,200
- Defense equipment of Central CH Center, Central Vocational Training Center and 4 tactical regions..... 500
- Rent of houses for intelligence security 180
- House furniture for the Directorate of intelligence security..... 320

Grand Total...

1,170,000

For the Cooperating Government or Agency

For the Agency for International Development

SIGNATURE: _____ DATE: _____

SIGNATURE: _____ DATE: _____

TITLE: _____

TITLE: _____

UNITED STATES AGENCY FOR INTERNATIONAL DEVELOPMENT
TO
VIET-NAM

PROJECT DOCUMENT
APPROVAL FORM

Division CORDE/CHD

Date Typed April 21, 1970

Project No. 730-11-995-334

Title Chieu Hoi Support (DOD)

Original Project Agreement 70-120

Revision No.

The attached ProAg provides:

(1) DOD funds to implement the CY70 piaster budget. The USDO will convert dollars to piasters as needed, up to a total of \$9,916,000; and

(2) DOD funds for the expansion of skills Training Services under an existing contract within the Labor project. Details are contained in the implementation PIO/T

See STATE 8287 JAN 20 FOR APPROVED WORDING UNDER PARA V

ok
[Signature]
PROGRAM OFFICE

4/29/70
DATE

William T. Oliver 5/12/70
PROJECT TECHNICIAN DATE

[Signature]
ADMINISTRATIVE MGMT

5/7/70
DATE

[Signature] 5/12/70
DIVISION CHIEF DATE

[Signature]

PRO AG
(VIC NAME)

11

PROJECT AGREEMENT
BETWEEN THE DEPARTMENT OF STATE, AGENCY FOR INTERNATIONAL DEVELOPMENT (AID),
AN AGENCY OF THE GOVERNMENT OF THE UNITED STATES OF AMERICA, AND
THE DIRECTORATE GENERAL FOR BUDGET AND FOREIGN AID (DGBFA)
AN AGENCY OF THE GOVERNMENT OF VIETNAM.

Page 1

Under the terms of the Economic Cooperation Agreement signed September 7, 1951, and the standard provisions annexes attached, it is agreed to carry out a project in accordance with the terms set forth herein.

1. PROJECT No. 730-11-995-334 2. AGREEMENT No. 71-038 3. ORIGINAL REVISION No.

4. PROJECT TITLE: Chieu Hoi Support
(Sub-Activity) (DOD)

5. PROJECT DESCRIPTION AND EXPLANATION (See Annex A attached)

6. APPROPRIATION: 72-1111006

7. ALLOTMENT: 156-50-730-00-71-11

8. AID DOLLAR FINANCING (Cost Component)	PREVIOUS TOTAL (A)	INCREASE (B)	DECREASE (C)	TOTAL TO DATE (D)
a. PERSONNEL COSTS				
(1) US PASA				
Contract				
(2) LOCAL AND ICM PASA				
Contract		15,030		15,030
b. PARTICIPANTS				
AID Direct				
PASA/Contract				
c. COMMODITIES				
AID Direct				
PASA/Contract				
d. OTHER COSTS				
AID Direct				
PASA/Contract				
e. TOTAL (ALL COSTS)		15,030		15,030
9. LOCAL CURRENCY FINANCING (\$1.00 = PLASTERS)				
a. COUNTERPART				
Trust Fund				
AAC				
Special Fund				
Other				
b. GVN (SHOW SOURCE BELOW)				
c. US - OWNED				

10. REFERENCES AND REMARKS:

This ProAg provides funds to finance contract services of a Regional Chieu Hoi Advisor, MR II, Vietnam. The balance of the FY71 program will be obligated in a subsequent revision.

Ref: PIO/T 730-334-3-1110171

11. DATE OF ORIG AGREEMENT: November 16, 1970 12. DATE OF THIS REVISION: 13. EST FINAL CONTRIBUTION DATE: December 31, 1973

14. GOVERNMENT OF VIETNAM SIGNATURE: <i>[Signature]</i> DATE: Nov 13/70 TITLE: Director General for Budget and Foreign Aid	15. AGENCY FOR INTERNATIONAL DEVELOPMENT SIGNATURE: <i>[Signature]</i> DATE: 11/16/70 TITLE: Associate Director for Program
---	---

Unmutant

Minister of
Chieu Hoi

[Signature]

Director
Chieu Hoi

UNITED STATES AGENCY FOR INTERNATIONAL DEVELOPMENT
TO
VIET-NAM

PROJECT DOCUMENT
APPROVAL FORM

Division CORDS/Chieu Hoi

Date Typed October 31, 1970

Project No. 730-11-995-334

Title Chieu Hoi Support
(DOD)

Original Project Agreement 71-038

Revision No.

James E. Hill
PROGRAM OFFICE

11/3/70
DATE

Charles E. Taylor
PROJECT TECHNICIAN

6 Nov 70
DATE

S. C. Fidler
AD/FINANCIAL MGMT

11-5-70
DATE

Charles E. Taylor
DIVISION CHIEF

9 Nov 70
DATE

PIO AN
VIETNAM

02

PROJECT AGREEMENT
BETWEEN THE DEPARTMENT OF STATE, AGENCY FOR INTERNATIONAL DEVELOPMENT (AID),
AN AGENCY OF THE GOVERNMENT OF THE UNITED STATES OF AMERICA, AND
THE DIRECTORATE GENERAL FOR BUDGET AND FOREIGN AID (DGBFA)
AN AGENCY OF THE GOVERNMENT OF VIETNAM.

Under the terms of the Economic Cooperation Agreement signed September 7, 1951, and the standard provisions annexes attached, it is agreed to carry out a project in accordance with the terms set forth herein.

1. PROJECT No. 730-11-995-334		2. AGREEMENT No. 70-120		3. ORIGINAL	REVISION No. 3
4. PROJECT TITLE: Chieu Hoi Support (Sub-Activity)					
5. PROJECT DESCRIPTION AND EXPLANATION (See Annex A attached)					
6. APPROPRIATION: 72-1101006			7. ALLOTMENT: 056-50-730-00-71-13		
8. AID DOLLAR FINANCING (Cost Component)		PREVIOUS TOTAL (A)	INCREASE (B)	DECREASE (C)	TOTAL TO DATE (D)
a. PERSONNEL COSTS					
(1) US					
PASA					
Contract		348,220	4,000		352,220
(2) LOCAL AND TCN					
PASA					
Contract					
b. PARTICIPANTS					
AID Direct					
PASA/Contract					
c. COMMODITIES					
AID Direct					
PASA/Contract					
d. OTHER COSTS					
AID Direct		9,541,000		4,000	9,537,000
PASA/Contract					
e. TOTAL (ALL COSTS)		9,889,220			9,889,220
9. LOCAL CURRENCY FINANCING (\$1.00 = PIASTERS)					
c. COUNTERPART					
Trust Fund					
AAC					
Special Fund					
Other					
b. GVN (SHOW SOURCE BELOW)					
c. US - OWNED					

10. REFERENCES AND REMARKS:
This revision provides additional funding for ref PIO/T, by transferring funds originally programmed for Chieu Hoi Village Cadre and establishes an emergency fund for the Chieu Hoi Directorate.

Ref: **PIO/T 0200518.A1**

11. DATE OF ORIG AGREEMENT June 5, 1970		12. DATE OF THIS REVISION November 19, 1970		13. EST FINAL CONTRIBUTION DATE December 31, 1971	
14. GOVERNMENT OF VIETNAM			15. AGENCY FOR INTERNATIONAL DEVELOPMENT		
SIGNATURE: 		DATE: 11/16/70		SIGNATURE: 	
TITLE: Director General				TITLE: Dep. Dir.	
For Budget and Foreign Aid					

PRO AG
CONTINUATION
SHEET
ANNEX A

**PROJECT AGREEMENT
BETWEEN AID AND
DGRFA**

AN AGENCY OF THE GOVERNMENT OF
Vietnam

1. Project/Activity Title

730-11-005-231

PAGE 2 OF 6 PAGES

2. Agreement No.

70-120

3. Original or

Revised No. 3

3. Project/Activity Title

Chieu Hoi Support

The plan to establish a Chieu Hoi village cadre system has been cancelled by the GVN due to a lack of manpower to implement the program.

This revision:

originally

1. Reprograms the VN\$69,000,000/allocated for salaries and allowances of the Chieu Hoi Village cadre. Of the \$9,541,000 originally programmed for MCH operations \$4,000 is transferred to PIO/T 0200518, to provide additional funding primarily for the procurement of training tools for the American-Asian International, Inc. Contract No. 730-3111, and

2. Authorizes the establishment of an emergency fund for the Chieu Hoi Directorate.

The original agreement is revised as follows:

V. Financial obligations

Change the amounts as follows:

A. From \$9,916,000 to \$9,537,000.

B. From \$348,226 to \$352,220.

Add:

C. Chieu Hoi Directorate Emergency Fund

1. Emergency unprogrammed requirements have developed within the Chieu Hoi Program. Due to the nature of the GVN financial system, it would be impossible to reprogram the MCH budget and comply with all the required procedures before the end of Calendar Year 1970. In the past, these emergency requirements would have been met through the use of Special Fund 68-2 and 68-4. However, these funds are now exhausted. Therefore, US\$55,000 is reprogrammed from the MCH budget for the purpose of purchasing piasters for an imprest fund to be managed by the Chieu Hoi Directorate.

2. On a one-time basis only, the above referenced US\$55,000 will be converted to piasters (VN\$6,490,000) by the USDO and deposited with USAID/ADPM as USAID funds in trust. These piasters will be expended by the Director, Chieu Hoi Directorate, to meet emergency requirements. USAID/ADPM will advance VN\$200,000 to the designated sub-cashier of CHD for use as a working fund and will reimburse this fund upon submission of proper vouchers by the sub-cashier. See Annex B, Item 2, page 6.

For the Cooperating Government or Agency

For the Agency for International Development

SIGNATURE: _____ DATE: _____
TITLE: _____

SIGNATURE: _____ DATE: _____
TITLE: _____

PROJECT AGREEMENT

1. Project/Activity No.

BETWEEN AID AND

720-11-005-234

PRO AG

DGEFA

2. Agreement No.

3. Original or

70-120

Revision No. 3

CONTINUATION SHEET

AN AGENCY OF THE GOVERNMENT OF

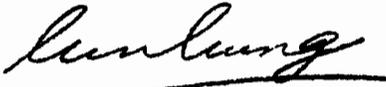
3. Project/Activity Title

ANNEX A

Vietnam

Chieu Hoi Support

Concurrences:



**Assistant for Planning
Ministry of Chieu Hoi**



Minister of Labor



Minister of Chieu Hoi



**Director, Chieu Hoi
Directorate**

For the Cooperating Government or Agency

For the Agency for International Development

SIGNATURE: _____ DATE: _____

SIGNATURE: _____ DATE: _____

TITLE: _____

TITLE: _____

AID 158-1A
(8-70)
PRO AG
CONTINUATION
SHEET
ANNEX B

PROJECT AGREEMENT
BETWEEN AID AND
DGRWA
AN AGENCY OF THE GOVERNMENT OF
Vietnam

1. Project/Activity No.
730-11-095-334
PAGE 1 OF 5 PAGES
2. Agreement No.
70-120
3. Project/Activity Title
Chieu Hoi Support

1. The CY 1970 Piaster Budget is restated as follows:

a. In Article 31-39, and additional VN\$10,998,000 is provided under Cash Rewards in order to compensate for the revised GVN Weapons Awards Programs. The GVN Weapons Awards Programs has been expanded to include ammunition, food, and medical supplies.

b. In Article 51-59, line items for Death allowances for CH hamlet cadres and Salary of Chieu Hoi hamlet cadres have been deleted for reasons explained above. Within the same Article, an additional VN\$2,000,000 is added for Gas, lubricant, maintenance of vehicles and generators because maintenance costs per vehicle are higher than anticipated. The funding needed for office equipment and supplies necessary to process and release Hoi Chanh was grossly under-estimated, so the Equipment and supply for provincial CH Centers is increased by VN\$20,000,000.

c. The revised CY 1970 Piaster Budget is restated as follows:

	(VN\$000)
Art. 11-19: <u>Salaries & Allowance of Personnel</u>	78,016
Art. 31-39: <u>Operational Supplies & Services</u>	163,645
- Clothing.....	15,000
- Food.....	43,500
- Pocket money.....	7,500
- Cash reward.....	21,648
- Operational expenses.....	600
- Transport expenses.....	2,904
- Transportation for propaganda cadre.....	10,000
- Vocational training.....	10,000
- Political training.....	4,300
- Clothing for C.H. Armed Propaganda Cadre....	26,640
- Printing.....	500
- In-service training.....	2,724
- Gas, lubricant & maintenance of vehicles....	5,629
- Payment to the CPFA.....	3,000
- Equipment of returnees.....	8,000
- Equipment of intelligence & security team...	1,500
- Maintenance of office supplies & communi- cation system.....	200

For the Cooperating Government or Agency

SIGNATURE: _____ DATE: _____
TITLE: _____

For the Agency for International Development

SIGNATURE: _____ DATE: _____
TITLE: _____

PROJECT AGREEMENT
BETWEEN AID AND
DGHFA

AN AGENCY OF THE GOVERNMENT OF
Vietnam

1. Project/Activity No.
730-11-995-334

PAGE 2 OF 5 PAGES

2. Agreement No.
70-120

3. Original or
Revision No. 2

3. Project/Activity Title
Chieu Hoi Support

Art. 51-59: Current Transfers 867,502

a. At Headquarters:

- Special allowances to returnees holding high grades 8,000
- Allowances for returning to loyal life 12,000
- Death allowances to returnees & cadres 6,450

b. Transferred to the Provincial Rural Development Budget:

- Salaries & allowances of armed propaganda cadre 401,028
- Operational expenditures for armed propaganda cadres 63,936
- Clothing allowances of returnees..... 45,000
- Food allowances of returnees & their families..... 123,000
 - 50¢ x 30,000 HC x 60 days..... 90,000
 - 50¢ x 6,000 wives & children x 60 days..... 18,000
 - 25¢ x 10,000 babies x 60 days.. 15,000
- Allowances for pocket money to returnees & families..... 22,800
- Rewards for weapons & special missions..... 19,300
- Operational expenditures for returnees..... 3,600
- Transportation of returnees & armed propaganda cadres..... 7,200
- Propaganda missions..... 15,000
- Vocational training..... 16,200
- Political training..... 17,900
- Gas, lubricant, maintenance of vehicles and generators..... 25,103
- Allowances for returning to the home village..... 36,000
- Death allowances to CH & Arm. Prop. cadres.. 5,540
- Major repair of 8 Chieu Hoi villages..... 13,145
- Repair & maint. of 48 prov. CH Centers..... 2,400
- Equip. & supply for provincial CH Center.... 22,400
- Establish & equipment of 50 Chieu Hoi sectors..... 1,500

Art. 71-79: Direct Investments 9,325

- Equip. of 15 teams of Armed Prop. cadre..... 225
- Repair of Central CH Center & Central Voc. Train. Center & 4 Tact. Zones..... 2,200

For the Cooperating Government or Agency

For the Agency for International Development

SIGNATURE: _____ DATE: _____

SIGNATURE: _____ DATE: _____

TITLE: _____

TITLE: _____

PROJECT AGREEMENT
BETWEEN AID AND
DGBFA

AN AGENCY OF THE GOVERNMENT OF
Vietnam

1. Project/Activity No.
730-11-995-334

PAGE **6** OF **6** PAGES

2. Agreement No.
70-120

3. Original or
Revision No. **3**

3. Project/Activity Title
Chieu Hoi Support

Centers.....	1,000
300,000\$ x 4 Tactical Zones....	1,200
- Equipment & supplies for Central Vocational Train. Center & 4 Tact. Zones.....	6,200
Centers.....	5,000
300,000\$ x 4 Tact. Zones.....	1,200
- Defense equipment of Central CH Center, Central Voc. Train. Center and 4 Tact. Zones.....	500
- Rent of houses for intelligence security.....	180
- House furniture for the Directorate of Intelligence Security.....	320

Grand Total..... 1,118,788

2. Explanation of emergency fund

At the rate of **VN\$118 to US\$1.00**, the **US\$55,000** will purchase **VN\$6,490,000** to be used for construction projects listed below:

a. Security building at Central Ministry for Chieu Hoi records.....	VN\$ 1,250,000
b. Warehouse at Central Ministry for expendable supplies.....	916,820
c. Storage facilities for POL at Central Ministry....	158,760
d. Dormitory and office building for National Chieu Hoi Center.....	1,290,120
e. Renovation of Saigon City Center.....	<u>2,874,300</u>
Total	<u>VN\$ 6,490,000</u>

3. Summary of Plaster Requirements (000)

Revised CY 70 Plaster Budget.....	1,118,788
CHD Emergency Fund.....	<u>6,490</u>

Total 1,125,278

Total available (Block 8 d: US\$9,537,000) 1,125,366

For the Cooperating Government or Agency

For the Agency for International Development

SIGNATURE: _____ DATE: _____

SIGNATURE: _____ DATE: _____

TITLE: _____

TITLE: _____

UNITED STATES AGENCY FOR INTERNATIONAL DEVELOPMENT
TO
VIET-NAM

PROJECT DOCUMENT
APPROVAL FORM

Division CORDS/REF

Date Typed October 20, 1970

Project No. 730-11-995-334

Title Chieu Hoi Support

Original Project Agreement

Revision No. 3

70-120

[Signature]
PROGRAM OFFICE

10/24/70
DATE

[Signature]
PROJECT TECHNICIAN

10/28/70
DATE

[Signature]
AD/FINANCIAL MGMT

10/27/70
DATE

[Signature]
DIVISION CHIEF

10/28/70
DATE

PRO AG
VIETNAM

PROJECT AGREEMENT
 BETWEEN THE DEPARTMENT OF STATE, AGENCY FOR INTERNATIONAL DEVELOPMENT (AID),
 AN AGENCY OF THE GOVERNMENT OF THE UNITED STATES OF AMERICA, AND
 THE DIRECTORATE GENERAL FOR BUDGET AND FOREIGN AID (DGBFA)
 AN AGENCY OF THE GOVERNMENT OF VIETNAM

Under the terms of the Economic Cooperation Agreement signed September 7, 1951, and the standard provisions annexes attached, it is agreed to carry out a project in accordance with the terms set forth herein.

1. PROJECT No. 730-11-995-334	2. AGREEMENT No. 72-069	3. ORIGINAL	REVISION No. 1
4. PROJECT TITLE: Chieu Hoi Support (DOD Reimbursable) (Sub-Activity)			
5. PROJECT DESCRIPTION AND EXPLANATION (See Annex A attached)			

6. APPROPRIATION: 72-1121006	7. ALLOTMENT: 256-50-730-00-71-21
-------------------------------------	--

8. AID DOLLAR FINANCING (Cost Component)	PREVIOUS TOTAL (A)	INCREASE (B)	DECREASE (C)	TOTAL TO DATE (D)
a. PERSONNEL COSTS				
(1) US PASA				
Contract				
(2) LOCAL AND TCM PASA				
Contract	7,420			7,420
b. PARTICIPANTS				
AID Direct				
PASA/Contract				
c. COMMODITIES				
AID Direct				
PASA/Contract				
d. OTHER COSTS				
AID Direct		1,854,762		1,854,762
PASA/Contract				
e. TOTAL (ALL COSTS)	7,420	1,854,762		1,862,182
9. LOCAL CURRENCY FINANCING (\$1.00 = 420 PIASTERS)				
a. COUNTERPART				
Trust Fund				
AAC CY 72		(750,000,000)*		(750,000,000)*
Special Fund				
Other				
b. GYN (SHOW SOURCE BELOW)				
c. US - OWNED		(29,000,000)*		(29,000,000)*

10. REFERENCES AND REMARKS: **The VN\$750,000,000 represent DOD - purchased piasters provided in support of the CY 72 AAC as budgeted by the GVN (see Annex C). The VN\$29,000,000 represent additional piasters purchased by DOD for use in implementing the activities outlined in this Agreement (See Annex D).**

* Non-add item.

11. DATE OF ORIG. AGREEMENT December 27, 1971	12. DATE OF THIS REVISION June 21, 1972	13. EST. FINAL CONTRIBUTION DATE December 31, 1973
14. GOVERNMENT OF VIETNAM SIGNATURE: <i>[Signature]</i> DATE: June 20 72 TITLE: Director General for Budget and Foreign Aid	15. AGENCY FOR INTERNATIONAL DEVELOPMENT SIGNATURE: <i>[Signature]</i> DATE: 21 June '72 TITLE: Director	

COOPERATION AGREEMENT
BETWEEN AID AND
DGBFA

Page 2 of 13 pages
730-11-997-307
1. Agreement No. 72-069
2. Project/Activity Title

Page 2 of 13 pages
Original or
Revision No. 1

PRO AG
CONTINUATION
SHEET
ANNEX A

AN AGENCY OF THE GOVERNMENT OF
Vietnam

Chieu Hoi Support (DOD)

I. BACKGROUND

A. The Chieu Hoi project is a Government of Vietnam (GVN) program directed toward the entire population of the Republic of Vietnam (RVN) with particular emphasis on the population of Communist-influenced areas, and on persons of Vietnamese nationality who have given support to some political or military activity of the Viet Cong (VC) or units of the North Vietnamese Army (NVA) operating in South Vietnam. It offers the hand of friendship and citizenship in the RVN to those who wish to return and support the GVN.

B. The program is designed to rehabilitate the returnee in order that he might become a productive citizen of the RVN. It further assists him in finding a place for himself in normal Vietnamese society and monitors his activities to measure his success and assure him of continued GVN support.

C. Since the inception of the program, there have been almost 200,000 returnees (called Hoi Chanh) as follows:

1963	-	11,248
1964	-	5,417
1965	-	11,124
1966	-	20,242
1967	-	27,178
1968	-	18,171
1969	-	47,023
1970	-	32,661
1971	-	<u>20,357</u>
Total	=	193,421

II. DESCRIPTION AND OBJECTIVES

The general objective of the project is to support and further the Community Defense and Local Development Plan by:

A. Inducing the maximum number of enemy to return to the GVN through propaganda dissemination, improved Armed Propaganda Team (APT) operations, lecture team activities, and a weapons reward program to provide returnees with cash awards for turning in arms and arms caches.

1. 10,000 members of Communist military or political units will be induced to rally directly to the Chieu Hoi program.

For the Cooperating Government or Agency
SIGNATURE: _____ DATE: _____
TITLE: _____

For the Agency for International Development
SIGNATURE: _____ DATE: _____
TITLE: _____

AID 1330-30 0-701 PRO AG CONTINUATION SHEET ANNEX <u>A</u>	PROJECT AGREEMENT BETWEEN AID AND DGBFA AN AGENCY OF THE GOVERNMENT OF Vietnam	1. Project/Activity No. 730-11-999-334	PAGE <u>3</u> OF <u>13</u> PAGES
		2. Agreement No. 72-059	3. <input type="checkbox"/> Original or Revision No. <u>1</u>
		3. Project/Activity Title Chieu Hoi Support (DOD)	

2. 4,000 Southern-born Prisoners-of-War (PW) and Communist offenders being held in civil prisons will be induced to seek amnesty under the Chieu Hoi program.

B. Properly receiving and caring for all returnees and their dependents while they undergo processing in Chieu Hoi facilities. This will include the provision of adequate housing, and sufficient food, clothing and living allowances for returnees and their dependents.

C. Rehabilitating all returnees and assisting them in resettling within the political, economic and social structure of the RVN through programs of political indoctrination, vocational training, issuance of permanent GVN ID cards, assistance in finding employment, and maintaining surveillance of the activities of all returnees after they are released from active GVN control.

III. DESIGNATIONS

A. USAID

The Director of CORDS/Chieu Hoi is hereby designated US Project Manager. In this capacity, he will act as technical advisor, coordinate the USAID assistance provided for the project, and work closely with the GVN Project Manager in all phases of the project, including budget, implementation and evaluation.

B. GVN

The Minister of Chieu Hoi is hereby designated GVN Project Manager. In this capacity, he will be primarily responsible for the over-all implementation of the project. It is understood and agreed he will seek and utilize the technical knowledge, advice and counsel of the US Project Manager to the maximum degree practicable to attain project objectives.

IV. IMPLEMENTATION PLAN AND RESPONSIBILITIES

A. Inducement

The Ministry of Chieu Hoi (MCH), Ministry of Information, and the General Political Warfare Department have primary responsibility for the dissemination of propaganda to the population. The major portion of this task will be performed by APT from MCH. For the first half of CY72, funds will be provided by USAID to the GVN to pay for uniforms, salaries and allowances for 60 APT teams (formerly called companies).

For the Cooperating Government or Agency		For the Agency for International Development	
SIGNATURE: _____	DATE: _____	SIGNATURE: _____	DATE: _____
TITLE: _____		TITLE: _____	

PROJECT AGREEMENT

BETWEEN AID AND

DGBFA

AN AGENCY OF THE GOVERNMENT OF

Vietnam

1. Project No. 730-11-995-130

2. Agreement No. 72-069

3. Project/Activity Title

3. Original or
Revision No. 1

Chieu Hoi Support (DOD)

PRO AG
CONTINUATION
SHEET
ANNEX A

During the second half of CY 1972, USAID funding will be provided for the support of only 30 APT teams, and the GVN will provide funds for the operation of the remaining 30 teams. Special emphasis in 1972 will be placed on the temporary assignment of APT units (formerly called squads) to District Intelligence Operations Coordinating Centers for the purpose of inducing members of the Viet Cong Infrastructure to rally to the GVN. USAID funding will also provide compensation (no other allowances) for members of Returnee Lecture Teams who will publicize the Chieu Hoi policy amongst the general populace and induce captured Communists in civil prisons and PW camps to request amnesty under the Chieu Hoi program.

B. Reception

Reception activities are the responsibility of the MCH. All returnees will be processed expeditiously. CORDS/Chieu Hoi Directorate will provide advisory assistance, and USAID will provide funds to maintain and repair present facilities as required, and to provide food, clothing and living allowances for all returnees and their dependents.

C. Rehabilitation and Resettlement

The MCH is responsible for rehabilitation activities. USAID will provide funds, and MCH will recruit and train political and vocational instructors, and provide course materials for political and vocational instruction courses. Responsibility for resettlement activities is shared by the MCH and the National Police Command (NPC). The MCH will coordinate with the Ministries of Labor, Education, Public Health, and Defense to ensure the integration of returnees into the framework of RVN society, especially those with technical skills such as engineers, medical personnel and former officers who received their training in VC/NVA schools. The MCH will coordinate with NPC for the proper implementation of a returnee tracking system to maintain surveillance of returnees after they have left active GVN control, and to stay aware of the status of individual returnees as they rejoin RVN society.

V. REPORTING AND EVALUATION

The US and GVN Project Managers shall jointly prepare and submit to their respective agencies quarterly progress reports and other reports as may be requested in a format mutually acceptable to the GVN and USAID. These reports should cover progress in the attainment of specific targets established in this Agreement and Work Plan, and identify any problems or delays encountered which are deterring progress of the project.

For the Cooperating Government or Agency

For the Agency for International Development

SIGNATURE: _____ DATE: _____
TITLE: _____

SIGNATURE: _____ DATE: _____
TITLE: _____

PRO AG CONTINUATION SHEET ANNEX A	PROJECT AGREEMENT BETWEEN AID AND DGBFA	730-11-995-334 1. Agreement No.	Page 5 of 13 Pages <input type="checkbox"/> Original or Revision No. 1
	AN AGENCY OF THE GOVERNMENT OF Vietnam	72-069 2. Project/Activity Title	
		Chieu Hoi Support (DOD)	

VI. SPECIAL PROVISIONS

The Minister of Chieu Hoi agrees to the following:

A. The Province or City Chieu Hoi Service Chief in each province or autonomous city will submit to the MCH, not later than the 15th of each month, a report showing:

1. Plasters allocated under this agreement, by line item, available to the province or city as of the first day of the previous month.
2. Plasters expended by line item during the previous month and the balance available by line item at the end of the previous month.
3. The specific services, commodities or equipment purchased with the amount of expenditures shown.
4. Each month, a summary of the above reports, plus a recapitulation by line item of central expenditures, will be provided to the US Project Manager or his representative.

B. To insure effective and efficient implementation as outlined in the Work Plan attached hereto, the authorized representative of the Minister of Chieu Hoi agrees to:

1. Operate and manage the existing procurement system to insure that (a) requirements for equipment, materials and supplies are consistent with the needs of the project and the objectives to be obtained; (b) that equipment, materials and supplies are procured at the lowest cost commensurate with quality and delivery factors; and (c) that proper accounting records are maintained for all plasters expended.
2. Advance funds or credit to regions and provinces in sufficient time to permit prompt and full payment of all allowances to returnees.
3. Exercise effective full-time management supervision over all aspects of the program by sending evaluators from Chieu Hoi Central to all regions, provinces and autonomous cities.
4. Continue to improve the efficiency of the Chieu Hoi cadre by extensive in-service training of those with the requisite basic qualifications, and by the removal of those cadre deemed incompetent.

For the Cooperating Government or Agency SIGNATURE _____ TITLE _____	For the Agency for International Development SIGNATURE _____ DATE _____ TITLE _____
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PRO AG
CONTINUATION
SHEET
ANNEX A

PROJECT AGREEMENT
BETWEEN AID AND
DGBPA

AN AGENCY OF THE GOVERNMENT OF
Vietnam

1. Project No. 730-11-995-301

2. Agreement No. 72-055

3. Project/Activity Title

PAGE 6 OF 13 PAGES

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Chieu Hoi Support (DOD)

C. With the approval of the US and GVN Project Managers, plaster shifts of up to 20% between budget articles may be made without amendment to this Agreement.

D. The Work Plan attached hereto may be modified by agreement between the Project Managers subject to review of substantive changes by the GVN and USAID.

E. All references to USAID funding are understood to mean funds supplied under the USAID/DOD Realignment Program.

Concurrences:



Minister of Chieu Hoi



Director, CORDS-CHD



Minister of Chieu Hoi, Assistant for Plans

For the Cooperating Government or Agency

For the Agency for International Development

SIGNATURE: _____ DATE: _____

SIGNATURE: _____ DATE: _____

AID (580)-3 (8-70) PRO AG CONTINUATION SHEET ANNEX B	PROJECT AGREEMENT BETWEEN AID AND DGBFA	1. Project No. 730-11-995-334 2. Agreement No. 72-069 3. Project/Activity Title	Page 7 of 13 PAGES <input type="checkbox"/> Original or Revision No. 1
	AN AGENCY OF THE GOVERNMENT OF Vietnam	Chieu Hoi Support (DOD)	

CY 1972 WORK PLAN

The Chieu Hoi program is an on-going pacification program, US support of which will terminate by the end of FY 1973. Implementation of the program in CY 1972 will involve the following:

I. Psychological Operations

A. Propaganda media such as leaflets, posters, radio, TV and newspapers will be used to induce Viet Cong to rally to the GVN. In conjunction with the Ministry of Information and the General Political Warfare Department, the Ministry of Chieu Hoi (MCH) will develop and implement techniques for the most effective use of these media.

B. The MCH APT will continue to have the primary responsibility for conducting face-to-face inducement efforts among the enemy population.

1. USAID will provide funding for the salaries, allowances and per diem for 60 Teams for the first half of CY 1972. During the second half of CY 1972, USAID will provide funding for the support of 30 Teams. At that time, GVN National Budget will assume the support of the remaining 30 Teams.

2. The APT will conduct operations in contested and unpacified areas. In addition, special emphasis will be placed on the following:

a. Coordination with the Phung Hoang program in assigning APT units to District Intelligence Operations Coordinating Centers for the purpose of gaining information which will help in inducing members of the Viet Cong Infrastructure to rally to the GVN.

b. Coordination with the Ministry of Ethnic Minorities Development to develop special Montagnard inducement campaigns which will require coordinated activity by APT and Son Thon RD cadre.

c. Organize special APT sections of former NVA soldiers for use in coordination with the RVNAF in developing and implementing more effective inducement techniques targetted against NVA units.

3. APT will assist in follow-up operations of all returnees who have been released from active MCH control.

For the Cooperating Government or Agency

For the Agency for International Development

SIGNATURE: _____ DATE: _____
 TITLE: _____

SIGNATURE: _____ DATE: _____
 TITLE: _____

PROJECT AGREEMENT
BETWEEN AID AND

730-11-225-334

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CONTINUATION
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2. Agreement No.

72-059

3. Original or
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ANNEX B

AN AGENCY OF THE GOVERNMENT OF

Vietnam

3. Project/Activity Title

Chieu Hoi Support (DOD)

C. MCH will organize mobile lecture teams at the Central and Local levels composed of high-ranking returnees who will publicize Chieu Hoi policy and the true aspects of the Communist side to the people and proselyte Communist soldiers and cadre held in prisons and Prisoner-of-War camps to induce them to apply for amnesty under the Chieu Hoi program.

II. Reception Activities

A. MCH will repair and maintain existing facilities as needed, with USAID budgetary support. MCH will develop a plan to reduce the scale of reception activities in provinces for cities where Chieu Hoi facilities are underutilized, and will close facilities which no longer have the potential to receive returnees.

B. USAID will continue to provide funding to MCH for food, clothing, pocket money and release allowances for all returnees.

III. Rehabilitation and Resettlement

A. MCH will continue to offer in-service training of political instructors who provide political instruction for all returnees. USAID will provide funds for payment of salaries and allowances to political instructors.

1. In provinces where there are less than 20 returnees in the Chieu Hoi Center at any one time, special "rotating" instruction courses will be set up in which returnees may enter the course at any point and then be eligible for release when that point of instruction comes around again.

2. Regular political instruction courses of one month duration will be used in provinces with more than 20 returnees at any one time.

B. Vocational training will be offered to all returnees with special emphasis placed on courses organized at the National Vocational Training Center and Regional Chieu Hoi Centers. USAID will provide funds to MCH for payment of salaries and allowances to instructors and for purchase of instructional materials.

C. MCH will continue to coordinate with the Ministry of Interior to insure timely processing of GVN ID cards.

D. MCH will continue to coordinate with the Ministries of Labor, Education, Public Health and Defense to insure the integration of all

For the Cooperating Government or Agency

For the Agency for International Development

SIGNATURE: _____ DATE: _____
TITLE: _____

SIGNATURE: _____ DATE: _____
TITLE: _____

COOPERATION AGREEMENT

BETWEEN AID AND

DGBFA

AN AGENCY OF THE GOVERNMENT OF

Vietnam

730-11-90-5A

2. Agreement No.

72-069

3. Project/Activity Title

Chieu Hoi Support (DOD)

Page 2 of 13 pages

Original or
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PRO AG
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ANNEX B

returnees within the society of the RVN, and the employment of returnees with technical skills.

E. Under the auspices of the Central Committee for the Reception of Returnees, MCH will coordinate measures to uncover false returnees and maintain surveillance of all returnees.

For the Cooperating Government or Agency

For the Agency for International Development

TITLE

TITLE

AID 1980-12
-3021
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ANNEX C

**AGREEMENT OF ASSISTANCE
BETWEEN AID AND
DIBFA**

730-11-99-388
2. Agreement No. 72-069
3. Project/Activity Title
Chieu Hoi Support (DOD)
PAGE 10 OF 13 PAGES
Original or Revision No. 1

AN AGENCY OF THE GOVERNMENT OF
Vietnam

CY 1972 PIASTER BUDGET

		(VN\$000)
Article 11-19:	Salaries and allowances for APT personnel at Central level	50,834
Article 31-39:	Operating Supplies and Services at Central level	128,713
	- Food	23,040
	- Clothing	10,000
	- Pocket money	4,500
	- Per diem	288
	- Rewards	3,000
	- Transportation	2,500
	- Psyops	13,166
	- Political indoctrination	14,200
	- Vocational training	24,558
	- APT equipment	13,320
	- Returnee equipment	3,500
	- Dossier costs	7,000
	- Printing costs	2,000
	- Chieu Hoi Center equipment	750
	- Chieu Hoi Center maintenance	750
	- POL and vehicle maintenance	5,211
	- Generator maintenance	330
	- Repair of tools and equipment	100
	- Payment to CIA	500
Article 51-59:	Ordinary transfers	567,453
1.	At Central level	
	- Special allowance for high-ranking returnees	2,000
	- Release allowances	4,800
	- Death gratuities	760
2.	To Province RD Budgets	
	- APT salaries and allowances	361,720
	- APT per diem	51,149
	- Food	56,400
	- Clothing	25,000
	- Pocket money	11,250
	- Rewards	4,800
	- Returnee per diem	600
	- Psyops	4,800
	- Political indoctrination	4,300

For the Cooperating Government or Agency

SIGNATURE: _____ DATE: _____
TITLE: _____

For the Agency for International Development

SIGNATURE: _____ DATE: _____
TITLE: _____

**PROJECT AGREEMENT
BETWEEN AID AND
DIBPA**

1. Project No. **730-11-952-101**

2. Agreement No. **72-069**

3. Project/Activity No. **Chieu Hoi Support (DOD)**

Page **13** of **13** pages

Original or
Revision No. **1**

**PRO AG
CONTINUATION
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ANNEX C**

**AN AGENCY OF THE GOVERNMENT OF
Vietnam**

- Vocational training 600
- Returnee transportation 2,400
- Chieu Hoi Center equipment 3,600
- Chieu Hoi Center maintenance 2,400
- Release allowances 12,000
- Death gratuities 3,800
- POL and vehicle maintenance 10,674
- Generator maintenance 4,400

Article 71-79: Direct Investment 3,000

Purchase of vocational Training aids for:

- Central Vocational Training Center 1,000
- Regional Vocational Training Center 2,000

Total 750,000

Recap: CY 1972 Piaster Budget

<u>Article</u>	<u>Amount (VN\$000)</u>
11-19 Salaries and allowances for civilian Personnel	50,834
31-39 Operating Supplies and Services	128,713
51-59 Ordinary transfers	567,453
71-79 Direct Investment	<u>3,000</u>
Total	<u><u>750,000</u></u>

The Ministry of Chieu Hoi will furnish monthly reports of expenditures on the CY 1972 piaster budget in a format mutually acceptable to the GVN and USAID.

For the Cooperating Government or Agency

For the Agency for International Development

SIGNATURE: _____ DATE: _____
TITLE: _____

SIGNATURE: _____ DATE: _____
TITLE: _____

PROJECT AGREEMENT
BETWEEN AID AND

DSBFA

AN AGENCY OF THE GOVERNMENT OF
Vietnam

730-11-095-514

2. Agreement No. 72-069

3. Project/Activity Title
Chieu Hoi Support (DOD)

Original or
Revision No. 1

US-OWNED PIASTER BUDGET

<u>Expenditures</u>	<u>Amount (VN\$000)</u>
Ordinary transfers	<u>29,000</u>

EXPLANATORY DETAIL

Ordinary Transfers	
To Province RD budget	
APT Salaries and allowances	<u>29,000</u>

1. The Ministry of Chieu Hoi (MCH) will designate a disbursing officer and establish an outside budget account specifically for the VN\$29,000,000. The official designation and name of the disbursing officer shall be noted in the space below.
2. Within ten days of this Agreement, USAID/ADFM will transfer the VN\$29,000,000 to the account of the Prime Minister. This sum will then be transferred to an outside budget account of the MCH within ten days of receipt of the funds by the Office of the Prime Minister.
3. The disbursing officer of MCH will maintain accounting records for all expenditures made. He will prepare a monthly status of funds report (showing the amount authorized, obligated and expended) for submission to USAID/ADFM and CORDS/CHD. Further, he will establish the controls necessary to safeguard all funds.
4. Upon completion of the project, the MCH will present a final statement of finance to the USAID/ADFM and CORDS/CHD and return all unused funds to the Prime Minister's office which will return them to USAID/ADFM.
5. The GVN and USAID may conduct audits of expenditures as they deem necessary and advisable.
6. Normal GVN regulations will govern the use of US-owned piasters.

For the Cooperating Government or Agency

For the Agency for International Development

SIGNATURE: _____ DATE: _____
TITLE: _____

SIGNATURE: _____ DATE: _____
TITLE: _____

PRO AG
CONTINUATION
SHEET
ANNEX D

PROJECT ASSIGNMENT
BETWEEN AID AND

DCBTA
AN AGENCY OF THE GOVERNMENT OF
Vietnam

750-11-091-334
2. Agreement No.
72-069
3. Project/Activity Title

Chieu Hoi Support (DOD)

3 pages
Original or
Facsimile No. 1

Designation of Disbursing Officer:

Mr. Le Phuoc Thien of the Ministry of Chieu Hoi, GVN is hereby designated as the disbursing officer responsible for the funds totaling VN\$29,000,000/

For the Cooperating Government or Agency

For the Agency for International Development

SIGNATURE: _____ DATE: _____
TITLE: _____

SIGNATURE: _____ DATE: _____
TITLE: _____

PROJECT AGREEMENT CLEARANCE SHEET

Project Title : Chieu Hoi Support (DOD Reimbursable)

Project Number : 730-11-995-334

Agreement Number : 72-069

Original _____ Revision 1

Explanation and/or comments

This Project Agreement obligates the entire FY 72 approval for "other costs".

Note: On basis of conversation April 3, 1971 with Mr. George Gilmore, CORDS/PP&P, authority has been received to utilize a conversion rate of $\text{V}\$410$ to $\text{US}\$1$; the dollar obligation has been so corrected.

April 28, 1972

On the basis of the currency conversion dated/ the dollar obligations now reflect a conversion rate of $\text{VN}\$420$, to $\text{US}\$1$.

If you concur in the attached document, please sign and date below:

ADPROG:

<u>APD</u> 4/18 [Signature]	4/21/72 [Signature]	HRH 4/12 HRH 3/29	6/21/72 [Signature]
Division Chief	Financial Mgmt. Br.		ADPROG

ADFW:

6/15/72 [Signature]	Planning [Signature]	R. Kim
FAD	SEA	ADFW

TECHNICAL OFFICE:

James W. Daw 5/9/72 Project Manager	[Signature]
	Division Chief or Assistant Director

OTHER:

[Signature]	[Signature]
LEGAL	CORDS/PP&P

PRO AG
VIETNAM
21

PROJECT AGREEMENT
 BETWEEN THE DEPARTMENT OF STATE, AGENCY FOR INTERNATIONAL DEVELOPMENT (AID),
 AN AGENCY OF THE GOVERNMENT OF THE UNITED STATES OF AMERICA, AND
 THE DIRECTORATE GENERAL FOR BUDGET AND FOREIGN AID (DGBFA)
 AN AGENCY OF THE GOVERNMENT OF VIETNAM

Under the terms of the Economic Cooperation Agreement signed September 7, 1951, and the standard provisions annexes attached, it is agreed to carry out a project in accordance with the terms set forth herein.

1. PROJECT No. 730-11-995-334 | 2. AGREEMENT No. 71-038 | 3. COUNTRY: VIETNAM | 4. DIVISION No. 3

4. PROJECT TITLE: **Chieu Hoi Support (DOD Reimbursable)**
(Sub-Activity)

5. PROJECT DESCRIPTION AND EXPLANATION (See Annex A attached)

6. EXPLANATION: 72-1121006 | 7. ALLOTMENT: 256-50-730-00-71-33

Consultants
Minister of Chieu Hoi
able
CORDS/SA-CH

8. AID DOLLAR FINANCING (Cost Component)	PREVIOUS TOTAL (A)	INCREASE (B)	REBURSABLE (C)	TOTAL TO DATE (D)
a. PERSONNEL COSTS				
(1) US PASA				
Contract				
(2) LOCAL AND FCN PASA				
Contract	15,030			15,030
b. PARTICIPANTS				
AID Direct				
PASA/Contract				
c. COMMODITIES				
AID Direct				
PASA/Contract				
d. OTHER COSTS				
AID Direct	7,753,000		1,034,337	6,718,663
PASA/Contract	7,768,030		1,034,337	6,733,693
e. TOTAL (ALL COSTS)				
9. LOCAL CURRENCY FINANCING (ALSO IN PIASTERS)				
a. COUNTERPART				
Trust Fund				
AAC CY 71	(914,854,000)*		(1,158)*	(914,852,842)*
Special Fund				
Other		(45,742,822)*		(45,742,822)*
b. GVN (SHOW SOURCE BELOW)				
c. US - OWNED				

10. REFERENCES AND REMARKS:

See page 2.

* Non-add items.

11. DATE OF ORIG. AGREEMENT: November 16, 1970 | 12. DATE OF THIS REVISION: October 11, 1972 | 13. BY ORIGINAL CONTRIBUTION OVER: December 31, 1973

14. GOVERNMENT OF VIETNAM: *[Signature]* Director for Budget and Foreign Aid | 15. AGENCY FOR INTERNATIONAL DEVELOPMENT: *[Signature]* Director | 10/11/72

**PROJECT AGREEMENT
BETWEEN AID AND
DGBFA**

1. Protocol Number
730-11-995-334

**PRO AG
CONTINUATION
SHEET
ANNEX A**

2. Agreement No.
71-038

3. Original or
Revision No. 3

**AN AGENCY OF THE GOVERNMENT OF
Vietnam**

3. Project/Activity Title
Chieu Hoi Support (DOD Reimbursable)

This revision: a) Confirms deobligation action for \$1,034,337 accomplished under USAID/ADFM Journal Voucher #72-491 dated June 30, 1972; b) Commits additional piasters (VN\$45,742,822) to provide for unprogrammed salary and allowance increases for members of the Armed Propaganda Team; c) Decommits VN\$1,158 to bring the CY 1971 AAC budget in line with final liquidation amounts as reflected in the DGBFA and ADFM reports; and d) Details the changes in the CY 1971 AAC piaster budget for the Ministry of Chieu Hoi.

The VN\$45,742,822 will be transferred within 10 days of issuance of this document to the Prime Minister's Special Account for further action as outlined at page 7 of this Agreement.

For the Cooperating Government or Agency

For the Agency for International Development

SIGNATURE: _____ DATE: _____
TITLE: _____

SIGNATURE: _____ DATE: _____
TITLE: _____

PROJECT AGREEMENT
BETWEEN AID AND

1. Project No. 730-11-995-334

PRO AG
CONTRIBUTION
SHEET

DGBFA

2. Agreement No. 71-038

3. Original or
Revised No. 3

AN AGENCY OF THE GOVERNMENT OF
Vietnam

3. Project/Activity Title

Chieu Hoi Support (DOD)

ANNEX B

CY 1971 REVISED PLASTER BUDGET

SUMMARY

	<u>Amount changed</u>	
	<u>From</u>	<u>To</u>
Article 11-19		
Salaries and allowances of personnel	VN\$ 78,016,000	VN\$ 51,091,900
Article 31-32		
Operational supplies and services	172,669,000	160,880,300
Article 51-59		
Current transfers	645,769,000	769,186,065
Article 71-79		
Direct investments	18,400,000	5,873,642
	<hr/>	<hr/>
Total	VN\$914,854,000	VN\$987,031,907
	<hr/>	<hr/>
Less: 1970 carryover requirements	- 0 -	72,179,065
	<hr/>	<hr/>
Net	VN\$914,854,000	VN\$914,852,842
	<hr/> <hr/>	<hr/> <hr/>

EXPLANATORY DETAIL

<u>Article 11-19 Salaries and allowances of personnel</u>	<u>VN\$ 78,016,000</u>	<u>VN\$ 51,091,900</u>
<u>Article 31-32 Operational supplies and services</u>		
- Clothing	12,000,000	7,224,970
- Food	34,500,000	29,429,047
- Pocket money	6,000,000	5,004,942
- Cash reward	28,854,000	8,724,304
- Operational expenses	480,000	943,167
- Transportation expenses	1,704,000	3,736,069

For the Cooperating Government or Agency

For the Agency for International Development

SIGNATURE: _____ DATE: _____
TITLE: _____

SIGNATURE: _____ DATE: _____
TITLE: _____

19-24
 PRC AG
 CONTINUATION
 SHEET

PROJECT AGREEMENT
 BETWEEN AUSAID
 DGBFA

730-11-090-000
 71-038

Revised No. 3

AN AGENCY OF THE GOVERNMENT OF

ANNEX B

Vietnam

Chieu Hoi Support (DOD)

	<u>Amount changed</u>	
	<u>From</u>	<u>To</u>
- Propaganda activities	VN\$ 25,000,000	VN\$ 36,232,762
- Vocational training	10,000,000	4,247,074
- Political training	4,800,000	5,733,276
- In-service training	1,000,000	626,100
- Equipment for Armed Propaganda Cadre	23,680,000	25,022,436
- Office equipment and maintenance for Central Ministry	1,008,000	307,182
- Maintenance and repair for National Chieu Hoi Center, National Vocational Training Center, and four Regional Chieu Hoi Centers	2,120,000	11,271,873
- Printing	100,000	3,100,600
- Equipment for returnees	9,000,000	3,306,030
- POL and maintenance of vehicles and generators	10,863,000	14,540,010
- Communications equipment maintenance	200,000	178,080
- Payment to CIA	1,000,000	1,252,378
- Rental of state-house for intelligence and security team	350,000	- 0 -
Sub-total	172,669,000	160,880,300

Article 51-59 Current transfers

To headquarters

- Special allowance to returnees holding higher grades	2,000,000	3,480,050
- Reinstatement allowances for national and regional level returnees	9,600,000	4,738,575
- Death allowances for returnees and AP cadres	1,816,000	6,911,606

To provincial rural development budgets

- Salaries and allowances for AP cadres	324,209,000	509,238,875
- Operational expenditures for AP cadres	51,840,000	45,141,245
- Clothing for returnees	33,000,000	28,499,900
- Food allowances for returnees and dependents	82,500,000	57,541,529

For the Cooperating Government or Agency

For the Agency for Foreign Grant Development

PROJECT AGREEMENT
BETWEEN AID AND

730-11-995-334

PRO AG
CONTINUATION
SHEET

DGBFA

2. Agreement No.
71-036

3. Original or
Revision No. 3

AN AGENCY OF THE GOVERNMENT OF

3. Project/Activity Title

ANNEX B

Vietnam

Chieu Hoi Support (DOB)

	Amount changed	
	From	To
- Pocket money for returnees and dependents	VN\$ 15,600,000	VN\$ 13,507,805
- Rewards for weapons and special missions	10,175,000	8,101,783
- Operational expenses for returnees	1,200,000	973,209
- Transportation of returnees and AP cadres	4,560,000	2,106,244
- Propaganda activities	18,000,000	14,471,330
- Vocational training	10,000,000	5,057,312
- Political training	13,200,000	8,277,707
- POL and maintenance of vehicles and generators	29,583,000	23,603,281
- Office supplies and equipment for province Chieu Hoi centers	4,896,000	6,683,079
- Repair and maintenance of 48 Chieu Hoi centers	2,400,000	7,496,985
- Reinstatement allowance for province level returnees	26,400,000	21,948,550
- Death allowances for returnees and AP cadres	4,540,000	1,407,000
- Equipment for 50 district Chieu Hoi services	250,000	- 0 -
Sub-total	645,769,000	769,186,065

Article 71-79 Direct investments

- Equipment and supplies for National Chieu Hoi Center, National Vocational Training Center and four Regional Chieu Hoi Centers	4,000,000	2,643,126
- Equipment for defense of National Chieu Hoi Center, National Vocational Training Center and four Regional Chieu Hoi Centers	200,000	- 0 -
- Equipment for safe-house	200,000	- 0 -
- Purchase of typewriters	4,000,000	2,938,596

For the Cooperating Government or Agency

For the Agency for International Development

SIGNATURE: _____ DATE: _____
TITLE: _____

SIGNATURE: _____ DATE: _____
TITLE: _____

PROJECT AGREEMENT
BETWEEN AID AND

730-11-995-304

PRO AG

DCBFA

2. Agency No. 71-038

Original or

CONTINUATION
SHEET

AN AGENCY OF THE GOVERNMENT OF

3. Project/Activity No.

Revision No. 3

ANNEX B

Vietnam

Chieu Hoi Support (DOD)

	Amount changed	
	From	To
- Purchase of vocational training tools, audio-visual aids for political training and communications equipment	VN\$ 10,000,000	VN\$ 291,920
Sub-total	10,000,000	5,873,642
Total	914,854,000	987,031,907
Less: 1970 carryover requirements	- 0 -	72,179,065
Net	VN\$914,854,000	VN\$914,852,842

For the Cooperating Government or Agency

For the Agency for International Development

SIGNATURE: _____ DATE: _____
TITLE: _____

SIGNATURE: _____ DATE: _____
TITLE: _____

09-701 PRO AG CONTINUATION SHEET ANNEX <u>C</u>	PROJECT AGREEMENT BETWEEN AID AID DOBFA	730-11-995-334 2. Agreement No. 71-038	Page <u>1</u> of <u>2</u> Pages 3. <input type="checkbox"/> Original or Revision No. <u>3</u>					
	AN AGENCY OF THE GOVERNMENT OF Vietnam	3. Project/Activity Title Chieu Hoi Support (DOB)						
	<p style="text-align: center;"><u>SPECIAL ACCOUNT PLASTER BUDGET</u></p> <p style="text-align: center;"><u>SUMMARY</u></p> <table style="width: 100%;"> <thead> <tr> <th></th> <th style="text-align: right;"><u>Amount</u></th> </tr> </thead> <tbody> <tr> <td>Transfers</td> <td style="text-align: right;"><u>VN\$45,742,822</u></td> </tr> </tbody> </table> <p style="text-align: center;"><u>EXPLANATORY DETAIL</u></p> <table style="width: 100%;"> <tbody> <tr> <td>Transfers to provinces for APT salaries and allowances</td> <td style="text-align: right;"><u>VN\$45,742,822</u></td> </tr> </tbody> </table> <ol style="list-style-type: none"> 1. The Ministry of Chieu Hoi (MCH) will designate a disbursing officer and establish an outside budget account specifically for the VN\$45,742,822. The official designation and name of the disbursing officer shall be noted in the space below. 2. Within ten days of this Agreement, USAID/ADFM will transfer the VN\$45,742,822 to the special account of the Prime Minister. This sum will then be transferred to an outside budget account of the MCH within ten days of receipt of the funds by the Office of the Prime Minister. 3. The disbursing officer of MCH will maintain accounting records for all expenditures made. He will prepare a monthly status of funds report (showing the amount authorized, obligated and expended) for submission to USAID/ADFM and CORDS/SA-CH. Further, he will establish the controls necessary to safeguard all funds. 4. Upon completion of the project, the MCH will present a final statement of finance to the USAID/ADFM and CORDS/SA-CH and return all unused funds to the Prime Minister's Office which will return them to USAID/ADFM. 5. The GVN and USAID may conduct audits of expenditures as they deem necessary and advisable. 6. Normal GVN regulations will govern the use of the US-owned plasters. <p style="text-align: center;"><u>DESIGNATION OF DISBURSING OFFICER:</u></p> <p><u>Mr. Le Dinh Chi</u> of the Ministry of Chieu Hoi, GVN is hereby designated as the disbursing officer responsible for the funds totaling VN\$45,742,822.</p>				<u>Amount</u>	Transfers	<u>VN\$45,742,822</u>	Transfers to provinces for APT salaries and allowances
	<u>Amount</u>							
Transfers	<u>VN\$45,742,822</u>							
Transfers to provinces for APT salaries and allowances	<u>VN\$45,742,822</u>							

For the Cooperating Government or Agency SIGNATURE: _____ DATE: _____ TITLE: _____	For the Agency for International Development SIGNATURE: _____ DATE: _____ TITLE: _____
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PROJECT DOCUMENT CLEARANCE SHEET

Project Title : Chieu Hoi Support (DOD Reimbursable)

Project Number : 730-11-995-334

Agreement Number : 71-038

Original _____ Revision 3

Explanation and/or comments

This revision: a) Confirms deobligation action for \$1,034,337 accomplished under USAID/ADFM Journal Voucher #72-491 dated June 30, 1972; b) Commits additional piasters (VN\$45,742,822) to provide for unprogrammed salary and allowance increases for members of the Armed Propaganda Team; c) Decommits VN\$1,158 to bring the CY 1971 AAC budget in line with final liquidation amounts as reflected in the DEBFA and ADFM records; and d) Details the changes in the CY 1971 AAC budget for the Ministry of Chieu Hoi.

The dollar contributions of \$6,712,251 (under the Other Costs Component), made available under the FY 1971 AID/DOD realignment program, will be used to procure piasters totaling VN\$960,595,664 to finance the CY 1971 AAC budget of VN\$914,852,842 and the special account piaster budget of VN\$45,742,822. The piaster conversions are based on the following rates:

	<u>US dollars</u>	<u>Conversion Rate</u>	<u>Piasters</u>
1. CY 71 AAC budget	\$6,144,028	118	VN\$724,995,304
	<u>463,067</u>	410	<u>189,857,538</u>
	<u>\$6,607,095</u>		<u>VN\$914,852,842</u>
2. Other	<u>\$105,156</u>	435	<u>VN\$45,742,822</u>
3. Total	<u>\$6,712,251</u>		<u>VN\$960,595,664</u>

If you concur in the attached document, please sign and date below :

ADPROG:

Thao 3 Oct 72
AFD
P. T. ... 10/3/72
for Division Chief
Financial Mgmt. Br.
ADPROG

ADFM:

DEW
FAD
10/3/72
R. H.
ADFM

TECHNICAL OFFICE:

[Signature]
Project Manager
[Signature]
Division Chief or Assistant Director

OTHER:

George E. Milmore
PR&P, CORDS
LEG: [Signature]

VN-133/102-30

ADPROG

PROJ NO
 71

PROJECT AGREEMENT
 BETWEEN THE DEPARTMENT OF STATE, AGENCY FOR INTERNATIONAL DEVELOPMENT AND
 AN AGENCY OF THE GOVERNMENT OF THE UNITED STATES OF AMERICA, AND
 THE DIRECTORATE GENERAL FOR BUDGET & FOREIGN AID
 AN AGENCY OF THE GOVERNMENT OF VIETNAM

Under the terms of the Economic Cooperation Agreement signed September 7, 1951, and the similar provisions annexes attached, it is agreed to carry out a project in accordance with the terms set forth herein.

1. PROJECT NO. **730-11-995-334** | 2. AGREEMENT NO. **73-047**
 3. PROJECT TITLE: **Chieu Hoi Support (DOD)**
 (Sub-Activity)
 4. PROJECT DESCRIPTION AND EXPLANATION (See Annex A attached)

5. APPROPRIATION: **72-1131006** | 7. ALLOTMENT: **355-50-730-00-71-31**

A. AND BUDGET FINANCING (Cost Component)	PREVIOUS TOTAL (A)	INCREASE (B)	DEC. BASE (C)	TOTAL TO DATE (D)
1. PERSONNEL COSTS				
(1) US PASA				
Contract				
(2) LOCAL AND TECH PASA				
Contract		11,000		11,000
2. ASSISTANCE				
AID Direct				
PASA/Contract				
3. COMMODITIES				
AID Direct				
PASA/Contract				
4. OTHER COSTS				
AID Direct				
PASA/Contract				
5. TOTAL (ALL COSTS)		11,000		11,000
9. LOCAL CURRENCY FINANCING (\$1.00 = MASTERS)				
6. COUNTERPART				
Trust Fund		1,002,000		1,002,000
AAC				
Special Fund				
Other				
8. OVM (SHOW SOURCE BELOW)				
a. US - OWNED				

Leonulhan
 Minister of
 Chieu Hoi

10. REFERENCES AND REMARKS: To provide funds to procure the services of a specialist from a third country to assist in the development and operation of the Chieu Hoi program in MR IV. A comprehensive revision to this PROAC is now in process which, when issued, will provide detailed information concerning the overall scope, goal, purposes, inputs and outputs to be undertaken in this continuing project during FY 1973. Waiver No. W-73-334-04.

11. DATE OF ORIG. AGREEMENT: **September 29, 1972** | 12. DATE OF THIS REVISION: | 13. EST. FISCAL CONTRIBUTION DATE: **December 31, 1974**

14. GOVERNMENT OF VIETNAM
 SIGNATURE: *[Signature]* DATE: **Sept 28 72**
 TITLE: **Director General**
 FOR Budget & Foreign Aid

15. AGENCY FOR INTERNATIONAL DEVELOPMENT
 SIGNATURE: *[Signature]* DATE: **9/29/72**
 TITLE: **Assoc Director for Program**

AID 3 100-14 (3-7-63) PRO AG CONTINUATION SHEET ANNEX <u>A</u>	PROJECT AGREEMENT BETWEEN AID AND DGBFA	1. Project/Activity No. 730-11-995-334	PAGE <u>2</u> OF <u>6</u> PAGES
		2. Agreement No. 73-047	3. <input type="checkbox"/> Original or Revision No. <u>1</u>
	AN AGENCY OF THE GOVERNMENT OF Vietnam	3. Project/Activity Title Chieu Hoi Support (DOD)	

A. BACKGROUND

1. In 1963, by mutual agreement, the United States Government (USG) began support of the Chieu Hoi program of the Government of Vietnam (GVN).

2. The Chieu Hoi program offers friendship and citizenship to those who wish to return and support the GVN. It is primarily directed at people who are living in Communist-influenced areas, persons of Vietnamese nationality who have given support to the political or military activity of the Viet Cong (VC) and members of the North Vietnamese Army (NVA) operating in South Vietnam.

3. The program is designed to rehabilitate the returnee and to make him a productive citizen of the Republic of Vietnam (RVN). It further assists the returnee in finding a place for himself in the Vietnamese society.

4. Since the inception of the program, there have been approximately 200,000 returnees (called Hoi Chanhs) as follows:

1963	-	11,248	
1964	-	5,417	
1965	-	11,124	
1966	-	20,242	
1967	-	27,178	
1968	-	18,171	
1969	-	47,023	
1970	-	32,661	
1971	-	20,357	
1972	-	<u>4,371</u>	(through 30 June)

Total: 197,792

Of the total number of Hoi Chanhs, approximately 70% are now serving either in the RVN Armed Forces or with the paramilitary forces.

B. GOAL STATEMENT

To deprive the enemy military forces (VC/NVA) and political infrastructure (VCI) of manpower, and to increase the manpower resources of the RVN by the addition of returnees from the enemy ranks.

For the Cooperating Government or Agency SIGNATURE: _____ DATE: _____ TITLE: _____	For the Agency for International Development SIGNATURE: _____ DATE: _____ TITLE: _____
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AID 1180-1-1 12-70 PRO AG CONTINUATION SHEET ANNEX A	PROJECT AGREEMENT BETWEEN AID AND DGBFA	1. Project/Activity No. 73C-11-995-334	PAGE 3 OF 6 PAGES
		2. Agreement No. 73-047	3. <input type="checkbox"/> Original or Revision No. 1
	AN AGENCY OF THE GOVERNMENT OF Vietnam	3. Project/Activity Title Chieu Hoi Support (DOD)	

C. PROJECT PURPOSE

To persuade and induce the greatest number of enemy forces to return to the GVN; and to properly receive, care for, and rehabilitate the returnees.

D. CONDITIONS EXPECTED AT THE END OF PROJECT

1. A substantial reduction in the level of indigenous enemy forces with a proportionate increase in the RVN manpower.
2. Resettlement of returnees within the RVN political, economic, and social structure.
3. The Ministry of Chieu Hoi (MCH) capable of sustaining the Chieu Hoi program with GVN resources.

E. OUTPUT TARGETS By the end of FY 1973 will have:

1. Induced and persuaded 18,000 members of the Communist military and political units to rally to the Chieu Hoi program.
2. Induced and persuaded 2,000 southern-born prisoners-of-war and Communist offenders, presently confined in civil prisons, to seek amnesty under the Chieu Hoi program.
3. Developed 20 new leaflet themes; and utilized 362 hours of radio programming and 52 hours of television programming.
4. Received, processed, fed, clothed and housed 28,000 returnees and dependents at Chieu Hoi Centers (CHC).
5. Maintained and repaired 47 CHC.
6. Trained 5,000 returnees in agricultural techniques and animal husbandry.
7. Provided 4,000 returnees with vocational training.
8. Provided 20,000 returnees with a 72-hour course in political re-indoctrination and motivation.
9. Issued RVN permanent ID cards to 20,000 returnees.

For the Cooperating Government or Agency SIGNATURE: _____ DATE: _____ TITLE: _____	For the Agency for International Development SIGNATURE: _____ DATE: _____ TITLE: _____
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PROJECT AGREEMENT
BETWEEN AID AND

DGBFA

AN AGENCY OF THE GOVERNMENT OF
Vietnam

1. Project/Activity No.

730-11-995-334

PAGE 4 OF 6 PAGES

2. Agreement No.

73-047

3. Original or
Revision No. 1

3. Project/Activity Title

Chieu Hoi Support (DOD)

PRO AG
CONTINUATION
SHEET
ANNEX A

10. Assisted 20,000 returnees in obtaining employment.

11. Contacted 20,000 returnees to gain assurance of their integration in the Vietnamese society.

F. INPUTS

1. The GVN, subject to availability of funds and personnel, agrees to provide:

a. Personnel - The GVN will make available approximately 1,300 personnel for the Chieu Hoi program.

b. Funds - The GVN will support this project through:

- (1) Its annual regular budget for the MCH; and
- (2) the AAC budget for the MCH.

The CY 1973 AAC budget in support of MCH will be set forth by a subsequent revision to this Agreement.

c. Physical facilities and equipment

(1) Subject to requirements of the program, the GVN will provide, as a minimum, the following types and numbers of physical facilities:

- 1 National Chieu Hoi Center
- 2 City centers
- 3 Regional centers
- 41 Provincial centers

(2) The GVN will make available the following types and numbers of wheeled transportation equipment:

- 111 tri-lambrettas
- 66 jeeps
- 35 3/4-ton trucks
- 19 motor scooters

(3) The GVN will also make available non-expendable items (desks, chairs, file cabinets, typewriters, mimeograph machines, etc.).

For the Cooperating Government or Agency

For the Agency for International Development

SIGNATURE: _____ DATE: _____
TITLE: _____

SIGNATURE: _____ DATE: _____
TITLE: _____

AID 1830-1A (8-70) PRO AG CONTINUATION SHEET ANNEX <u>A</u>	PROJECT AGREEMENT BETWEEN AID AND DGBFA	1. Project/Activity No. 730-11-995-334	PAGE <u>5</u> OF <u>6</u> PAGES
		2. Agreement No. 73-047	3. <input type="checkbox"/> Original or Revision No. <u>1</u>
	AN AGENCY OF THE GOVERNMENT OF Vietnam	3. Project/Activity Title Chieu Hoi Support (DOD)	

2. The USG, subject to availability of funds and personnel, agrees to provide:

a. Personnel - Three direct hire advisors will be assigned to this project to assist in monitoring the Chieu Hoi program. One TCN contract personnel will assist in the development and operation of the Chieu Hoi program in MR IV. All personnel costs are to be funded by the Department of Defense (DOD).

b. Funds for training - No funds for participant training are to be provided.

c. Commodities - No commodity support is to be provided.

d. Other Costs - Under the AID/DOD Realignment Program, DOD dollar funds will be made available to purchase piasters to finance the MCH CY 1973 AAC budget. Local currency obligations funded from the Trust Fund will provide for subsistence and housing allowance for TCN contract personnel.

3. Other donors

No contributions are anticipated from other Free World sources.

G. DESIGNATIONS

1. GVN

The Minister of Chieu Hoi is designated as the GVN Project Manager.

2. USAID

The Special Assistant for Chieu Hoi, CORDS is designated as the US Project Manager.

H. REPORTING AND EVALUATION

1. The GVN Project Manager will prepare and submit to the US Project Manager a monthly financial report covering the status of obligations and expenditures for the CY 1973 AAC funds.

For the Cooperating Government or Agency

For the Agency for International Development

SIGNATURE: _____ DATE: _____
 TITLE: _____

SIGNATURE: _____ DATE: _____
 TITLE: _____

PROJECT AGREEMENT
BETWEEN AID AND

1. Project/Activity No.
730-11-995-334

PRO AG
CONTINUATION
SHEET

DGBFA

2. Agreement No.
73-047

3. Original or
Revision No. 1

ANNEX A

AN AGENCY OF THE GOVERNMENT OF
Vietnam

3. Project/Activity Title
Chieu Hoi Support (DOD)

2. The GVN and US Project Managers will prepare jointly an annual evaluation of the project based on the criteria set forth in this Agreement.

I. SPECIAL PROVISIONS

The Minister of Chieu Hoi agrees that the province or city Chieu Hoi service chief in each province or autonomous city will submit to the MCH, not later than the 25th of the following month, a monthly project report in a format mutually acceptable to the GVN and USAID.

J. STANDARD PROVISIONS ANNEXES

The Standard Provision Annex B (for US dollar funding) and Foreign Currency Standard Provision Annex C (for foreign currency uses) are appended hereto as a part of this Agreement.

Concurrences:



Minister of Chieu Hoi

Date 6 Dec. 72



Special Assistant for
Chieu Hoi, COFDS

Date 2 Dec, 72

For the Co-operating Government or Agency

For the Agency for International Development

SIGNATURE: _____ DATE: _____
TITLE: _____

SIGNATURE: _____ DATE: _____
TITLE: _____

**PROAG
STANDARD
PROVISIONS
ANNEX**

**PROJECT AGREEMENT
BETWEEN AID AND**

AN AGENCY OF THE GOVERNMENT OF

1. Project/Activity No.

2. Agreement No.

3.

 Original or Revision No.

A. As used herein, the term «AID» refers to the Agency for International Development, any component agency, or any successor agency. References to «this Project Agreement» shall mean the original Project Agreement as modified by any revisions which have entered into effect.

B. (x) AID will make available the amounts specified in Block 8 of this Project Agreement, as necessary for the project, for use for the designated purposes and as may be further described in Annex A, as required by Block 5 hereof. In addition, as may be further specified in Annex A, AID will, subject to the availability of funds and (where required by AID procedures) as provided for in Project Implementation Orders (PIOs) issued by AID in accordance with its procedures, make available funds (a) to pay costs of furnishing technical services to be performed by United States Government employees in connection with the project, (b) to pay a share of the costs of providing training outside the cooperating country in connection with the project for qualified persons from the cooperating country, and (c) to pay such additional costs as may be specified.

(a) The Cooperating Government Agency will make available the amounts specified in Block 9 of this Project Agreement, as necessary for the project, for use for the designated purposes and as may further be described in Annex A. The Cooperating Government Agency will also make, or arrange to have made, additional contributions of property, services, facilities and funds required for carrying out the project as may be specified in Annex A, or as may subsequently be agreed upon by the two parties.

C. AID and the Cooperating Agency may obtain the assistance of other public and private agencies in carrying out their respective obligations under this Project Agreement. The two parties may agree to accept contributions of property, services, facilities and funds for purposes of this Project Agreement from other public and private agencies, and may agree upon the participation of any such third party in carrying out activities under this Project Agreement.

D. AID shall not be required to make any contribution after the expiration of six months following the estimated final contribution date (Block 13 of the Project Agreement form AID 1330-1) or any amended final contribution date specified herein. Except as otherwise specified herein or subsequently

agreed by the parties, all contributions of the Cooperating Agency pursuant to this Project Agreement shall be made on or before said estimated termination date, or amended date. A contribution of goods or services shall be considered to have been made when the goods or services, provided or financed by the contributing party, are delivered in accordance with commercial practice.

E. The procurement of commodities and contract services to be financed in whole or in part by AID may (where so required by AID procedures) be undertaken only pursuant to PIOs issued by AID in accordance with its procedure.

F. Unless otherwise specified in the applicable PIO, the procurement of commodities financed with the AID contribution referred to in Block 8 of this Project Agreement shall be subject to the provisions of AID Regulation 1.

G. Unless otherwise specified in the applicable PIO, title to all property procured through financing by AID pursuant to Block 8 (c) of this Project Agreement shall be in the Cooperating Agency, or such public or private agency as it may authorize. This provision is inapplicable to any property which may be used in connection with the project but is not financed pursuant to said Block 8 (c).

H. Any property furnished to either party through financing by the other party pursuant to this Project Agreement shall, unless otherwise agreed by the party which financed the procurement, be devoted to the project until completion of the project, and thereafter shall be used so as to further the objectives sought in carrying out the project. Either party shall offer to return to the other, or to reimburse the other for, any property which it obtains through financing by the other party pursuant to this Project Agreement which is not used in accordance with the preceding sentence.

I. (1) If AID and any public or private organization furnishing commodities through AID financing for operations hereunder in the cooperating country, is, under the laws, regulations or administrative procedures of the cooperating country, liable for customs duties and import taxes on commodities imported into the cooperating country for purposes of carrying out this Project Agreement, the Cooperating Agency will pay such duties and taxes unless exemption is otherwise provided by any applicable international agreement.

(2) If any personnel (other than citizens and residents of the cooperating country), whether United

States Government employees, or employees of public or private organizations under contract with, or individuals under contract with, AID, the Cooperating Agency or any agency authorized by the Cooperating Agency, who are present in the cooperating country to provide services which AID has agreed to furnish or finance under this Project Agreement, are, under the laws, regulations or administrative procedures of the cooperating country, liable for income and social security taxes with respect to income upon which they are obligated to pay income or social security taxes to the Government of the United States of America, for property taxes on personal property intended for their own use, or for the payment of any tariff or duty upon personal or household goods brought into the cooperating country for the personal use of themselves and members of their families (not including such personal or household goods as may be sold by any such personnel in the cooperating country), the Cooperating Agency will pay such taxes, tariff, or duty unless exemption is otherwise provided by any applicable international agreement.

J. Any personnel (other than citizens and residents of the cooperating country), whether United States Government employees, or employees of public or private organizations under contract with, or individuals under contract with, AID, the Cooperating Agency or any agency authorized by the Cooperating Agency, who are present in the cooperating country to provide services which AID has agreed to furnish or finance under this Project Agreement shall be subject to the approval of the Cooperating Agency and AID, and shall be under the general direction of the Director of the Mission to the cooperating country.

K. If any commodity is furnished to the Cooperating Agency, or any public or private agency authorized by the Cooperating Agency, on a grant basis through financing by AID pursuant to this Project Agreement under arrangements which will result in the accrual of proceeds to the Cooperating Agency or any authorized agency and if the applicable agreement between the two governments referred to on the first page of this Project Agreement does not provide for the establishment of a Special Account and the deposit therein of currency of the cooperating country, the Cooperating Agency will make such arrangements as may be necessary to establish a Special Account and to deposit therein currency of the cooperating country in amounts equal to such proceeds, in accordance with such terms and conditions as may be agreed upon. Funds in the Special Account may be used only as agreed upon by AID and the Cooperating Agency; provided, that such portion of the funds in the Special Account as may be designated by AID shall be made available to AID to meet the requirements of the United States.

L. The Cooperating Agency will make such arrangements as may be necessary so that funds introduced into the cooperating country by AID or any public or private agency for purposes of carrying out obligations of AID hereunder shall be convertible into currency of the cooperating country at the highest rate which, at the time the conversion is made, is not unlawful in the cooperating country.

M. AID shall expend funds and carry on operations pursuant to this Project Agreement only in accordance with the applicable laws and regulations of the United States Government.

N. The two parties shall have the right at any time to observe operations carried out under this Project Agreement. Either party during the term of the Project and three years after the completion of the project, shall further have the right (1) to examine any property procured through financing by that party under this Project Agreement, wherever such property is located, and (2) to inspect and audit any records and accounts with respect to funds provided by, or any properties and contract services procured through financing by, that party under this Project Agreement, wherever such records may be located and maintained. Each party, in arranging for any disposition of any property procured through financing by the other party under this Project Agreement, shall assure that the rights of examination, inspection and audit described in the preceding sentence are reserved to the party which did the financing.

O. Upon completion of the project, a Completion Report shall be drawn up, signed by appropriate representatives of AID and the Cooperating Agency, and submitted to AID and the Cooperating Agency. The Completion Report shall include a summary of the actual contributions by both AID and the Cooperating Agency to the project, and shall provide a record of the activities carried out, the objectives achieved, and related basic data. AID and the Cooperating Agency shall each furnish the other with such information as may be needed to determine the nature and scope of operations under this Agreement and to evaluate the effectiveness of such operations.

P. The present Agreement shall enter into force when signed. Either party may terminate this Project Agreement by giving the other party 90 days written notice of intention to terminate it. Termination of this Project Agreement shall terminate any obligations of the two parties to make contributions pursuant to Blocks 8 and 9 of this Project Agreement, except for payments which they are committed to make pursuant to noncancellable commitments entered into with third parties prior to the termination of the Project Agreement. It is expressly understood that the obligations under paragraph H relating to the use of property shall remain in force after such termination.

PROAG
FOREIGN CURRENCY
STANDARD PROVISIONS
ANNEX

PROJECT AGREEMENT
BETWEEN AID AND

AN AGENCY OF THE GOVERNMENT OF

1. Project/Activity No.

2. Agreement No.

3.

Original or Revision No.

A. As used herein, «AID» means the Agency for International Development, any component agency, and any successor agency. «Cooperating Agency» means the agency which is a party to this Project Agreement with AID and «Cooperating Country» means the country of the Cooperating Agency. «Local Currency» means currency originally issued by the Cooperating Country as a medium of exchange therein.

B. (x) AID will make available the amounts specified in Block 8 of this Project Agreement, as necessary for the project, for use for the designated purposes and as may be further described in Block 5 hereof.

(a) The Cooperating Agency will make available the amounts specified in Block 9 of this Project Agreement, as necessary for the project, for use for the designated purposes and as may further be described in Block 5 hereof. The Cooperating Agency will also make, or arrange to have made, additional contributions of property, services, facilities and funds required for carrying out the project as may be specified in Block 5 hereof or as may subsequently be agreed upon by the two parties.

C. AID and the Cooperating Agency may obtain the assistance of other public and private agencies in carrying out their respective obligations under this Project Agreement. The two parties may agree to accept contributions of property, services, facilities and funds for purposes of this Project Agreement from other public and private agencies, and may agree upon the participation of any such third party in carrying out activities under this Project Agreement.

D. All contributions of AID pursuant to this Project Agreement shall be made within a six months grace period extending beyond the estimated final contribution date specified herein. Except as otherwise specified herein or subsequently agreed by the two parties, all contributions of the Cooperating Agency pursuant to this Project Agreement shall be made on or before that same date. A contribution of goods or services shall be considered to have been made when the goods or services, provided or financed by the contributing party, are delivered in accordance with commercial practice.

E. The procurement of commodities and contract services to be financed with an AID contribution of currency other than that of the United States or of the Cooperating Country shall be subject to all provisions of, and regulations governing, Foreign Currency Authorizations issued by AID.

F. AID reimbursements or advances shall, in general, not exceed the amount obtained by applying the ratio of AID to Cooperating Agency contributions specified in the Project Agreement to the amount currently contributed by the Cooperating Agency. For example, if the Project Agreement provides for total contributions of \$400,000 by AID and \$600,000 by the Cooperating Agency and if the Cooperating Agency has currently contributed \$6,000 then AID will, in general, reimburse or advance no more than \$4,000. Commodities and services financed with an AID contribution of local currency shall be subject to the following requirements:

(x) Reimbursement

As mutually agreed between AID and the Cooperating Agency, either of the following methods may be employed for reimbursement by AID of local currency expenditures made by the Cooperating Agency:

(a) Direct Reimbursement

Once monthly or at such other intervals as may be mutually agreed between AID and the Cooperating Agency, AID will reimburse the Cooperating Agency for local currency expenditures made by the Cooperating Agency in the procurement of approved project requirements. Each such claim for reimbursement must be supported by the following documentation:

- (i) Public Voucher, SF-1034, signed by the properly accredited representative of the Cooperating Agency, and embodying the following additional certification: «The total amount claimed hereunder was expended for the purposes authorized in Project Agreement No. _____ and is supported by the documentation required by said Project Agreement on file in the Cooperating Agency».
- (ii) A report in the format prescribed by the AID Controller, certified as true and accurate by the properly accredited representative of the Cooperating Agency, in support of each such claim for reimbursement.

(b) Advances

Once monthly or at such other intervals as may be mutually agreed upon between AID and the Cooperating Agency, AID may advance local currency to the Cooperating Agency for operating purposes. The

initial advance will be in an amount agreed upon between AID and the Cooperating Agency as necessary to cover estimated project expenditures for a specified time period, and will be supported by a budget developed and approved by both AID and the Cooperating Agency. When necessary to replenish the advance, the Cooperating Agency may be reimbursed for amounts actually expended by it by submitting claims for reimbursement of such amounts supported by the documentation prescribed in paragraph (a) (i) above. On the basis of such claims for reimbursement, AID may replenish the working fund in amounts equal to, but not in excess of, the actual expenditures of the Cooperating Agency as so reported, up to the total amount of the AID local currency contribution less the amount of the initial advance.

All expenditures made by the Cooperating Agency against such advances must be supported by the documentation prescribed in paragraph (a) (i) above and such documentation in support of the final expenditures of the Cooperating Agency must be submitted to AID not later than 90 days after the date of the final expenditure.

(a) Documentation

With respect to all AID contributed local currency made available to it, the Cooperating Agency agrees to maintain a separate set of accounts for all transactions financed or to be financed, and the Cooperating Agency further agrees to obtain and retain in its files, for inspection and review by AID at any time as requested by AID, the documents listed below in support of each transaction financed with such funds.

(a) Commodity Transactions :

- (i) Applicable contract or purchase order between supplier and purchaser;
- (ii) Supplier's detailed invoice and satisfactory evidence of payment;
- (iii) Ocean or inland bill of lading, or other document evidencing delivery to the purchaser;
- (iv) Such additional documentation (e.g. inspection certificate) as may be required from the supplier by the purchaser.

(b) Contract Services Transactions :

- (i) Applicable contract between contractor and purchaser;
- (ii) Contractor's detailed invoice and satisfactory evidence of payment;
- (iii) A certificate by the Cooperating Agency as follows :
"The undersigned certifies that the services for which reimbursement is requested have been satisfactorily rendered and the costs thereof

are properly accountable in accordance with the terms of the contract."

(c) Payroll Costs :

One copy of certified payroll listings and vouchers, together with satisfactory evidence of payment. Each payroll listing must show for each employee at least the following data : name, applicable job title, salary or wage rate, period covered, and amount paid.

(d) Other Project Costs :

One copy of the appropriate authorization documents and invoices covering travel, utility costs, etc.

(g) Refund Provision :

With respect to AID contributed local currency made available to the Cooperating Agency under the methods of financing herein described, the Cooperating Agency agrees to refund promptly to AID, upon demand by AID and pursuant to AID instructions, the entire amount of such currency expended by the Cooperating Agency (or such lesser amount as AID may demand) whenever AID determines that such expenditure was improper as being in violation of the terms and conditions of this Project Agreement and/or any applicable agreement or arrangement between AID and the Cooperating Agency.

G. Unless otherwise specified, title to all property procured through financing by AID pursuant to Block 8 of this Project Agreement shall be in the Cooperating Agency, or such public or private agency as it may authorize. This provision is inapplicable to any property which may be used in connection with the project but is not financed pursuant to said Block 8.

H. Any property furnished to either party through financing by the other party pursuant to this Project Agreement shall, unless otherwise agreed by the party which financed the procurement, be devoted to the project until completion of the project, and thereafter shall be used so as to further the objectives sought in carrying out the project. Either party shall offer to return to the other, or to reimburse the other for, any property which it obtains through financing by the other party pursuant to this Project Agreement which is not used in accordance with the preceding sentence.

I. (1) If AID and any public or private organization furnishing commodities through AID financing for operations hereunder in the Cooperating Country, is, under the laws, regulations or administrative procedures of the Cooperating Country, liable for customs duties and import taxes on commodities imported into the Cooperating Country for purposes of carrying out this Project Agreement, the Cooperating Agency will pay such duties and taxes unless exemption is otherwise provided by any applicable international agreement.

(g) If any personnel (other than citizens and residents of the Cooperating Country), whether United States Government employee, or employees of public or private organizations under contract with, or individuals under contract with, AID, the Cooperating Agency, or any agency authorized by the Cooperating Agency who are present in the Cooperating Country to provide services which AID has agreed to furnish or finance under this Project Agreement, are, under the laws, regulations or administrative procedures of the Cooperating Country, liable for income and social security taxes with respect to income upon which they are obligated to pay income or social security taxes to the Government of the United States of America, for property taxes on personal property intended for their own use, or for the payment of any tariff or duty upon personal or household goods brought into the cooperating country for the personal use of themselves and members of their families (not including such personal or household goods as may be sold by such personnel in the Cooperating Country), the Cooperating Agency will pay such taxes, tariff, or duty unless exemption is otherwise provided by any applicable international agreement.

J. Any personnel (other than citizens and residents of the cooperating country), whether United States Government employees, or employees of public or private organizations under contract with, or individuals under contract with, AID, the Cooperating Agency or any agency authorized by the Cooperating Agency, who are present in the Cooperating Country to provide services which AID has agreed to furnish or finance under this Project Agreement shall be subject to the approval of the Cooperating Agency and AID, and shall be under the general direction of the Director of the AID Mission to the Cooperating Country.

K. If any commodity is furnished to the Cooperating Agency, or any public or private agency authorized by the Cooperating Agency, on a grant basis through financing by AID pursuant to this Project Agreement under arrangements which will result in the accrual of proceeds to the Cooperating Agency or any authorized agency and if the applicable agreement between the two governments referred to on the first page of this Project Agreement does not provide for the establishment of a Special Account and the deposit therein of currency of the Cooperating Country, the Cooperating Agency will make such arrangements as may be necessary to establish a Special Account to deposit therein currency of the Cooperating Country in amounts equal to such proceeds, in accordance with such terms and conditions as may be agreed upon. Funds in the Special Account may be used only as agreed upon by AID and the Cooperating Agency; provided, that such portion of the funds in the Special Account as may be designated by AID shall be made available to AID to meet the requirements of the United States.

L. In the event that currency of a country other than the United States or the Cooperating Country is introduced into the Cooperating Country by AID or any public or private agency for the purposes of carrying out obligations of AID hereunder, the Cooperating Agency will make such arrangements as may be necessary to effect conversion of such currency into the currency of the Cooperating Country at the highest rate which, at the time the conversion is made, is not unlawful in the Cooperating Country. All uses of the currency of the Cooperating Country obtained by this conversion shall be subject to the requirements of paragraph N herein relating to local currency.

M. AID shall expend funds and carry on operations pursuant to this Project Agreement only in accordance with the applicable laws and regulations of the United States Government.

N. The two parties shall have the right at any time to observe operations carried out under this Project Agreement. Either party during the term of the Project and three years after the completion of the project, shall further have the right (i) to examine any property procured through financing by that party under this Project Agreement, wherever such property is located, and (a) to inspect and audit any records and accounts with respect to funds provided by, or any properties and contract services procured through financing by, that party under this Project Agreement, wherever such records may be located and maintained. Each party, in arranging for any disposition of any property procured through financing by the other party under this Project Agreement, shall assure that the rights of examination, inspection and audit described in the preceding sentence are reserved to the party which did the financing.

O. Upon completion of the project, a Completion Report shall be drawn up, signed by appropriate representatives of AID and the Cooperating Agency, and submitted to AID and the Cooperating Agency. The Completion Report shall include a summary of the actual contributions by both AID and the Cooperating Agency to the project, and shall provide a record of the activities carried out, the objectives achieved, and related basic data. AID and the Cooperating Agency shall each furnish the other with such information as may be needed to determine the nature and scope of operations under this Agreement and to evaluate the effectiveness of such operations.

P. The present Agreement shall enter into force when signed. Either party may terminate this Project Agreement by giving the other party 30 days written notice of intention to terminate it. Termination of this

Project Agreement shall terminate any obligations of the two parties to make contributions pursuant to Blocks 8 and 9 of this Project Agreement, except for payments which they are committed to make pursuant to non-cancellable commitments entered

into with third parties prior to the termination of the Project Agreement. It is expressly understood that the obligations under paragraph H relating to the use of property shall remain in force after such termination.

PRO AG
 DRAFT

PROJECT AGREEMENT
 BETWEEN THE DEPARTMENT OF STATE, AGENCY FOR INTERNATIONAL DEVELOPMENT (AID),
 AN AGENCY OF THE GOVERNMENT OF THE UNITED STATES OF AMERICA, AND
 THE DIRECTORATE GENERAL FOR BUDGET AND FOREIGN AID (DGBFA)
 AN AGENCY OF THE GOVERNMENT OF VIETNAM

Page 1

Under the terms of the Economic Cooperation Agreement signed September 7, 1951, and the standard provisions annexes attached, it is agreed to carry out a project in accordance with the terms set forth herein.

1. PROJECT No. **730-11-995-334** 2. AGREEMENT No. **73-047** 3. ORIGINAL 4. REVISION No. 1

4. PROJECT TITLE: **Chieu Hoi Support (DOD)**
 (Sub-Activity)

5. PROJECT DESCRIPTION AND EXPLANATION (See Annex A attached)

6. APPROPRIATION: **72-1131006** 7. ALLOTMENT: **356-50-730-00-71-31**

B. AID DOLLAR FINANCING (Cost Component)	PREVIOUS TOTAL (a)	INCREASE (b)	DECREASE (c)	TOTAL TO DATE (d)
a. PERSONNEL COSTS				
(1) US PASA				
Contract				
(2) LOCAL AND ICM PASA				
Contract	11,000			11,000
b. PARTICIPANTS				
AID Direct				
PASA/Contract				
c. COMMODITIES				
AID Direct				
PASA/Contract				
d. OTHER COSTS				
AID Direct				
PASA/Contract				
e. TOTAL (ALL COSTS)	11,000			11,000
9. LOCAL CURRENCY FINANCING (\$1.00 = PIASTERS)				
a. COUNTERPART				
Trust Fund	1,002,000			1,002,000
AAC				
Special Fund				
Other				
b. GVN (SHOW SOURCE BELOW)				
c. US - OWNED				

10. REFERENCES AND REMARKS:
 The purpose of this FY 1973 ProAg revision is to set forth the scope of the Chieu Hoi Support Project and to stipulate the responsibilities and contributions of the GVN and the USG.

11. DATE OF ORIG. AGREEMENT: **September 29, 1972** | 12. DATE OF THIS REVISION: **December 19, 1972** | 13. EST. FINAL CONTRIBUTION DATE: **December 31, 1974**

14. GOVERNMENT OF VIETNAM
 SIGNATURE: *[Signature]* DATE: **Dec 11 72**
 TITLE: **Director General for Budget and Foreign Aid**

15. AGENCY FOR INTERNATIONAL DEVELOPMENT
 SIGNATURE: *[Signature]* DATE: **12/22/72**
 TITLE: **Associate Director for Program**

PROJECT AGREEMENT CLEARANCE SHEET

Project Title : Chieu Hoi Support (DOD)

Project Number : 730-11-995-334

Agreement Number : 73-047

Original _____ Revision _____

Explanation and/or comments

This Project Agreement provides funds to procure the services of a specialist from a third country to assist in the development and operation of the Chieu Hoi program in MR IV.

(See Action Memorandum for the Director by Mr. F.E. Reterman, A/ADM.)

If you concur in the attached document, please sign and date below :

ADPROG

[Signature] 9/25/72
Division Chief

Financial Mgmt. Br.

[Signature]
ADPROG

ADFM

[Signature] 9/28/72
FAD

9/28/72
RGA

9/28/72
ADFM

TECHNICAL OFFICE :

Project Manager

Division Chief or Assistant Director

OTHER :

LEGAL

VN-EN/11-995-334

ADPROG

PROJECT DOCUMENT CLEARANCE SHEET

Project Title : Chieu Hoi Support (DOD)

Project Number : 730-11-995-334

Agreement Number : 73-047

Original _____ Revision 1

Explanation and/or comments

The purpose of this FY 1973 ProAg revision is to set forth the scope of the Chieu Hoi Support Project and to stipulate the responsibilities and contributions of the GVN and the USG.

Funds to finance contract services and other costs which have not been obligated to date will be obligated by a subsequent ProAg revision subject to the availability of funds and submission of PIOs.

If you concur in the attached document, please sign and date below :

ADPROG :

[Signature] 24 Nov 72
ADPROG

[Signature] 11/24
Division Chief

Financial Mgmt. Br.

ADPROG

ADFM :

[Signature] 11/24
ADFM

ADFM

ADFM

TECHNICAL OFFICE :

[Signature] 20 Dec 72
Project Manager

[Signature] 2 Dec 72
Division Chief or Assistant Director

OTHER :

[Signature] 17 Dec 72
PP/P/CORDS

VA-183/112-70

ADPROG

PRO AG
CONTRACTOR
SHEET
ANNEX A

PROJECT AGREEMENT
BETWEEN

DGBEA

MINISTRY OF THE GOVERNMENT
Vietnam

730-11-995-834

PAGE 2 OF 2 PAGES

1. Deleted or
Revised No. 2

Chieu Hoi Support (DOD)

1. Delete the US-owned piaster budget at Annex D of revision #1 to ProAg 72-069 (page 12) in its entirety and substitute the following:

US-OWNED PIASTER BUDGET

<u>Expenditures</u>	<u>Amount (VN\$000)</u>
Transfers	<u>29,000</u>

EXPLANATORY DETAIL

Transfers to provinces for APT salaries and allowances	<u>29,000</u>
--	---------------

2. Delete Mr. Le Phuoc Thien and substitute Mr. Le Dinh Chi as disbursing officer responsible for the funds totaling VN\$29,000,000. (see page 13 of PROAG 72-069/R1)

PHO AG
VIETNAM

PROJECT AGREEMENT
BETWEEN THE DEPARTMENT OF STATE AND AGENCY FOR INTERNATIONAL DEVELOPMENT (AID)
AN AGENCY OF THE GOVERNMENT OF THE UNITED STATES OF AMERICA
THE DIRECTOR GENERAL FOR BUDGET AND FOREIGN AID (DGBA)
AN AGENCY OF THE GOVERNMENT OF VIETNAM

Under the terms of the Economic Cooperation Agreement signed September 7, 1951, and the standard provisions annexes attached, it is agreed to carry out a project in accordance with the terms set forth herein.

1. PROJECT No. **730-11-995-334** | 1. AGREEMENT No. **72-069** | 2. ORDER No. | REVISION No. **2**

4. PROJECT TITLE: **Chieu Hoi Support (DOD Reimbursable)**
(Sub-Activity)

5. SUBJECT DESCRIPTION AND EXPLANATION (See Annex A attached)

6. APPROPRIATION: **72-1121006** | 7. ALLOCATION: **254-50-730-00-71-33**

Leon...
**Minister
of
Chieu Hoi**

8. US DOLLAR FINANCING (Cost Component)	PREVIOUS TOTAL (a)	INCREASE (b)	DECREASE (c)	TOTAL TO DATE (d)
a. PERSONNEL COSTS				
(1) US PASA				
Contract				
(2) LOCAL AND TCH PASA				
Contract	7,420			7,420
b. PARTICIPANTS AID Direct PASA/Contract				
c. COMMODITIES AID Direct PASA/Contract				
d. OTHER COSTS AID Direct PASA/Contract	1,854,762			1,854,762
a. TOTAL (ALL COSTS)	1,862,182			1,862,182
9. LOCAL CURRENCY FINANCING (\$1.00 = PIASTERS)				
a. COUNTERPART Trust Fund AAC CY 72 Special Fund Other	(750,000,000)*			(750,000,000)*
b. GVN (SHOW SOURCE BELOW)				
c. US - OWNED	(29,000,000)*			(29,000,000)*

10. REFERENCES AND REMARKS:
This revision effects a change in the description of the line item contained in the US-owned piaster budget and makes a change in the designation of the disbursing officer.
* Non-aid items.

11. DATE OF ORAL AGREEMENT: **December 27, 1971** | DATE OF THE LAST SIGNATURE: **September 28, 1971** | DATE OF SIGNATURE: **December 31, 1971**

12. GOVERNMENT OF VIETNAM: *[Signature]* | DATE: **9/28/72**
SIGNATURE: *[Signature]* | TITLE: **Assoc. Director for Program**
SIGNATURE: *[Signature]* | TITLE: **Director General**

PROJECT AGREEMENT CHANGE SHEET

Project Title : Chieu Hoi Support (DOD Reimbursable)

Project Number : 30-11-995-334

Agreement Number : 72-069

Original **Revision** 2

Explanation and/or comments

This revision affects a change in the description of the line item within the US-owned master budget from "Ordinary Transfers - To Province RD budget (APT salaries and allowances)" to "Transfers to provinces for APT salaries and allowances. Request for this change was made by the Ministry of Chieu Hoi to CORDS/AD-CH.

Also, this revision makes a change in the designation of the disbursing officer for the VN\$29,000,000 (see letter from Dr. Ho Van Cham, Minister of Chieu Hoi to Mr. Eugene P. Bable, Special Assistant for Chieu Hoi, CORDS dated 18 July 1972, subject: Appointment of accounting Manager for the Imprest Fund of VN\$29,000,000).

If you concur in the attached document, please sign and date below:

ADPROG:
[Signature] 18 SEP 72 [Signature] 9/17/72 [Signature] 9/27
Division Chief Financial Mgmt. Br. ADPROG

ADSTM: [Signature]
ADSTM

ADPREG: [Signature]
ADPREG

ADPREG: [Signature]
ADPREG