

PD-ABA-105
23805 13.6

AGENCY FOR INTERNATIONAL DEVELOPMENT
WASHINGTON D C 20523

ASSISTANT
ADMINISTRATOR

Activity Authorization Name of Activity: Commodity Export Program
Number of Activity: (306-0205)

Pursuant to Section 904 of the International Security and Development Assistance Act of 1985, and the provisions of the Foreign Assistance Act of 1961, as amended, I hereby authorize the Commodity Export Program Activity for humanitarian assistance to the free Afghan people. This Activity involves planned obligations of not to exceed \$24,500,000 in grant funds over a three-year period from the date of this authorization, subject to the availability of funds in accordance with the A.I.D./O.Y.B. allotment process, to help in financing certain foreign exchange and local currency costs.

This Activity will provide, inter alia, for all aspects of the procurement and distribution of needed humanitarian commodities to the free Afghan people remaining in Afghanistan and for technical assistance in connection therewith.

The Agreement(s) obligating funds for this Activity, which may be negotiated and executed by the official(s) to whom such authority is delegated, shall be subject to the following terms and conditions, together with such other terms and conditions as may be deemed appropriate:

Authorized source/origin for goods and services shall be the United States, Pakistan, and when deemed appropriate by the A.I.D. Representative, countries in A.I.D. Geographic Codes 941 and 935.

Based on the justification provided in the attached Action Memorandum, and pursuant to my authority under the above-referenced law, I hereby approve negotiation of a contract with the American Manufacturers Export Group on a non-competitive basis and without publication of a synopsis of that intended action.

Other waivers or deviations from usual project implementation requirements in connection with procurement procedures, eligibility of commodities, source/origin of motor vehicles, or audit shall be based upon appropriate determination by the A.I.D. Representative of the necessity therefor.

Charles W. Greenleaf

Charles W. Greenleaf
Assistant Administrator
Bureau for Asia and Near East

8/8/80

Date

Attachment: a/s

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02 ACTION AID-00

03 -----

04 ACTION OFFICE ANAF-01

05 INFO ANSA-03 ANPD-05 ES-01 AAPF-01 SEOP-01 SEOS-02 FPA-02

06 FM-02 SERP-01 SECS-02 RELO-01 AMAD-01 TELE-01

07 /024 A0

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09 INFO LOG-00 CIAE-00 EB-00 DODE-00 NEA-04 /004 W

10 -----250321 311129Z /12 23

11 O 311110Z JUL 88

12 FM AMEMBASSY ISLAMAFAD

13 TO SECSTATE WASHDC IMMEDIATE 6082

14
15 UNCLAS ISLAMABAD 16024

28060

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19 AIDAC FROM AID/REP

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21 AID FOR ANE/AF AND ANE/PD

22
23 E.O. 12356: N/A

24 TAGS:

25 SUBJECT: CEP AMENDMENT - PROJECT AUTHORIZATION

26
27 REF: (A) STATE 233927, (B) ISLAMABAD 15723

28
29 THE FOLLOWING IS THE PROPOSED TEXT FOR THE ACTION
30 MEMORANDUM AND PROJECT AUTHORIZATION FOR THE DOLS 31.4
31 MILLION CEP AMENDMENT. PLEASE PREPARE APPROPRIATE MEMO
32 AND EXPEDITE.

33
34 ACTION MEMORANDUM FOR THE ACTING ASSISTANT ADMINISTRATOR

35
36 FROM: LARRY CRANMDALL, AID REPRESENTATIVE

37
38 PROBLEM

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40 TO EXECUTE (A) AN AUTHORIZATION AMENDMENT OF THE
41 COMMODITY EXPORT PROGRAM (CEP), 306-0205, ADDING DOLS
42 31.4 MILLION FOR A NEW LIFE OF PROJECT LEVEL OF DOLS 61.4
43 MILLION; (B) EXTEND THE PROJECT ASSISTANCE COMPLETION
44 DATE (PACD) TO AUGUST 14, 1991; AND, (C) ADD A
45 STUDIES/SURVEYS COMPONENT TO ONGOING ACTIVITIES.

46
47

Tim May

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01 DISCUSSION

02

03 A. COMMODITY EXPORT PROJECT, 306-0205

04

05 THE INITIAL ACTIVITY APPROVAL MEMORANDUM (AAM) FOR THE
06 COMMODITY EXPORT PROGRAM PROPOSED A PROGRAM FUNDING LEVEL
07 OF DOLS 47,500,000. HOWEVER, A REVIEW BY THIS OFFICE OF
08 ANTICIPATED BUDGET LEVELS AND COMPETING DEMANDS FOR FUNDS
09 RESULTED IN OUR RECOMMENDATION TO THE ASSISTANT
10 ADMINISTRATOR FOR A PROJECT AUTHORIZATION OF US DOLS
11 24,500,000. THE ACTIVITY WAS ACCORDINGLY AUTHORIZED AT
12 THAT LEVEL. A CONTRACT THEN WAS ENTERED INTO WITH AMEG
13 AT A LEVEL OF DOLS 23,960,000. AN AUTHORIZATION
14 AMENDMENT OF DOLS 5.5 MILLION WAS APPROVED ON MARCH 7,
15 1988 TO RAISE TOTAL PROJECT FUNDING TO US DOLS 30,000,000.

16

17 IT SINCE HAS BECOME APPARENT THAT GREATER PROGRAM
18 ACTIVITY LEVELS THAN WERE ORIGINALLY ENVISIONED ARE AND
19 SHOULD BE CARRIED OUT UNDER THIS PROJECT. BY THE END OF
20 JUNE 1988, THE FOLLOWING OBLIGATIONS AND/OR COMMITMENTS
21 HAVE BEEN MADE AGAINST THE AUTHORIZED LEVELS:

22

23 A. OVERALL AMEG/CEP CONTRACT - DOLS 26,760,000

24

25 B. COMMODITY PROCUREMENT LINE ITEM - DOLS 21,237,000 (OF
26 THAT AMOUNT ONLY ABOUT DOLS 2,621,000 REMAINS UNCOMMITTED
27 AND THAT AMOUNT HAS ALREADY BEEN EARMARKED).

28

29 THE PROJECT WAS SUBSTANTIALLY WITHOUT FUNDS AS OF THE END
30 OF FY 1987. BY THE END OF FY 1988, THE PROJECT WILL
31 AGAIN BE IN NEED OF FUNDING. AN ASSESSMENT OF
32 PERFORMANCE TO DATE AND PROJECTED REQUIREMENTS SUPPORTS
33 THE IMMEDIATE NEED FOR AN AUTHORIZATION AMENDMENT OF DOLS
34 31,400,000 TO A TOTAL AUTHORIZED LIFE OF PROJECT FUNDING
35 OF DOLS 61,400,000 TO PERMIT THE FURTHER OBLIGATION OF
36 FUNDS.

37

38 AMEG HAS EFFECTIVELY UTILIZED FUNDS TO DATE. THERE WAS A
39 FULL PROJECT ASSESSMENT/REDESIGN ANALYSIS OF THE PROJECT
40 THIS SPRING. WITH EXPANDED ACTIVITY AND CHANGING
41 CONDITIONS IN AFGHANISTAN IT IS NOW TIME TO COMPETE THE
42 PROCUREMENT/LOGISTICS CONTRACT WHICH AMEG NOW HOLDS. AN
43 RFP FOR THIS ACTIVITY HAS BEEN DRAFTED AND SHOULD BE
44 RELEASED BY SEPTEMBER 1988. AMEG WILL HAVE EQUAL
45 OPPORTUNITY TO COMPETE WITH ALL ELIGIBLE RESPONDENTS.

46

47 OTHER THAN AS SET FORTH ABOVE, THERE ARE NO SIGNIFICANT
48 POLICY ISSUES TO BE ADDRESSED AT THIS TIME.

49

50 88 STATE 233927 (REF. A) PROVIDES AID/WASHINGTON'S
51 CONCURRENCE FOR AN AMENDMENT OF THE AUTHORIZATION TO
52 INCREASE THE PROJECT FUNDING LEVEL FROM DOLS 30 MILLION
53 TO DOLS 61.4 MILLION.

54

55 IT IS RECOMMENDED THAT YOU APPROVE AN AUTHORIZATION
56 AMENDMENT FOR THE COMMODITY EXPORT PROJECT BY DOLS
57 31,400,000 TO INCREASE THE PROJECT LOP TO DOLS 61.4
58 MILLION. OTHER THAN AS NOTED ABOVE, THERE ARE NO
59 REMAINING ISSUES TO BE ADDRESSED AT THIS POINT.

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61 RECOMMENDATIONS

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1. THAT YOU EXECUTE THE ATTACHED PROJECT AUTHORIZATION AMENDMENT INCREASING THE LIFE OF PROJECT AMOUNT OF THE COMMODITY EXPORT PROGRAM BY DOLS 31,400,000 TO DOLS 61,400,000 AND EXTEND THE PACD TO AUGUST 14, 1991.

APPROVED:

DATE:

ACTIVITY AUTHORIZATION

NAME OF COUNTRY: AFGHANISTAN

NAME OF ACTIVITY: COMMODITY EXPORT PROGRAM

NUMBER OF ACTIVITY: (306-0205)

AMENDMENT #2

PURSUANT TO THE PROVISIONS OF THE FOREIGN ASSISTANCE ACT OF 1961, AS AMENDED, THE COMMODITY EXPORT PROGRAM WAS AUTHORIZED ON AUGUST 8, 1986 WITH A LIFE OF PROJECT FUNDING OF NOT TO EXCEED DOLS 24.5 MILLION IN GRANT FUNDS. THIS AUTHORIZATION WAS AMENDED ON MARCH 7, 1988 TO INCREASE THE LIFE OF PROJECT FUNDING BY DOLS 5.5 MILLION TO A NEW TOTAL OF NOT TO EXCEED DOLS 30.0 MILLION IN GRANT FUNDS. THIS AUTHORIZATION IS NOW BEING AMENDED TO (A) INCREASE THE LIFE OF PROJECT FUNDING BY DOLS 31.4 MILLION TO A NEW TOTAL OF NOT TO EXCEED DOLS 61.4 MILLION IN GRANT FUNDS, SUBJECT TO THE AVAILABILITY OF FUNDS IN ACCORDANCE WITH THE AID/OYB ALLOTMENT PROCESS, TO ASSIST IN FINANCING CERTAIN FOREIGN EXCHANGE AND LOCAL CURRENCY COSTS FOR THE PROJECT; (B) EXTEND THE PROJECT ASSISTANCE COMPLETION DATE (PACD) TO AUGUST 14, 1991; AND (C) ADD A STUDIES/SURVEYS COMPONENT TO ON-GOING ACTIVITIES.

ALL OTHER TERMS AND CONDITIONS AS PROVIDED FOR IN THE ORIGINAL ACTIVITY AUTHORIZATION AND ITS SUBSEQUENT AMENDMENT, SHALL REMAIN IN FULL FORCE AND EFFECT, EXCEPT AS HEREBY AMENDED.

APPROVED:

DATE:

RAPHEL