

PROJECT AUTHORIZATION

Name of Country: Ecuador
Name of Project: Policy Dialogue Support
Number of Project: 518-0089

1. Pursuant to Sections 105 and 106 of the Foreign Assistance Act of 1961, as amended, I hereby authorize the Policy Dialogue Support Project (518-0089) for Ecuador, involving planned obligations of not to exceed two million eight hundred thousand United States dollars (\$2,800,000) in grant funds over two years from the date of authorization, subject to the availability of funds in accordance with the AID OYB/allotment process, to help in financing foreign exchange costs for the project. The planned life of the project is four years from the date of initial obligation.

2. The project goal is to improve income distribution and productive employment opportunities through broad-based, self-sustaining growth. The project purpose is to establish a process and a mechanism for informed macroeconomic policy dialogue and discussion, based on the knowledge, analysis, implications and advantages of outward and market oriented policy reform in the medium to long term. The project consists of four components: policy dialogue, leader training in economics, university training in economics, and data generation and analysis. Under the policy dialogue component, the following activities are expected: studies, analyses, and networking; macroeconomic and public policy seminars; and an economics journal. Under the second component, leader training in economics, the following activities are expected: economics education seminar; short-term economics workshops; private sector economics seminar; and an intensive economics education seminar. Within the third component, university training in economics, the subjects of seminars and workshops will probably be curriculum reform, teaching methodology, and content area. The data generation and analysis component will likely include seminars and workshops designed to improve the technical abilities of data producers and to increase cooperation among and between data producers and users.

3. The project agreement, which may be negotiated and executed by the officers to whom such authority is delegated in accordance with AID regulations and delegations of authority, shall be subject to the following essential terms and covenants and major conditions, together with such other terms and conditions as AID may deem appropriate:

a. Source and Origin of Commodities, Nationality of Services

Commodities financed under this project will have their source and origin in the United States, except as AID may otherwise agree in writing. The suppliers of services, including ocean shipping services, shall have the United States as their place of nationality, except as AID may otherwise agree in writing.

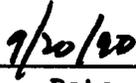
b. Waivers

Based on the Justification for Waiver of Nationality, in the Project Paper, the following waiver to AID regulations is hereby authorized:

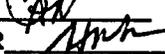
- (1) A nationality waiver in the amount of \$2.8 million from AID Geographic Code 000 (U.S. only) to Code 941 (Selected Free World) to permit the procurement of technical assistance services from the Instituto Centroamericano de Administración de Empresas (INCAE).



Charles E. Costello
Mission Director
USAID/Ecuador



Date

Clearances: 
MDeal:PPD _____
JDunlap:RCO _____
ANewton:RLA _____
HRKramer:D/DIR 

Drafted by: PPD:MDeal:RC (1421i) (09-07-90)

